FLOWER CITY
BRAMPTON CA

ANNUAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2005

THE CORPORATION OF THE CITY OF BRAMPTON, ONTARIO, CANADA

2008-04967/

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The new Flower City logo is a yellow stemmed rose centered in a blue rectangular shape with white lined petals on each edge. A cradle connects the rose to its stem. The interpretation of this mark captures Brampton's historic, economic, geographic, and community character. The rose itself connects Brampton with its past as a major grower and exporter of roses. The yellow colour characterizes Brampton as a friendly and family place. The blooming phase of the rose symbolizes that Brampton is blossoming from a community, economic, and volunteerism perspective. The blue rectangle generally represents Brampton's geographic shape and four municipal boundaries north, south, east and west. The white lines on each side of the rose reflect Brampton's two major river systems, featuring the Credit River valley in the west and the West Humber River valley in the east. The cradle is a depiction of a dove, reflecting peace, harmony, and a caring place.

Table of Contents

Message from the Mayor 4
Message from the City Manager 7
Culture and Community Cohesion 8
The Environment 12
Growth Management 16
A Robust Economy 20
Organizational Chart 24
Message From the Commissioner of Finance and Treasurer 25
Canadian Award for Financial Reporting 29

Financial Statements

Responsibility for Financial Reporting 31
Auditors' Report 32
Consolidated Statement of Financial Position 33
Consolidated Statement of Financial Activities 35
Consolidated Statement of Changes in Financial Position 37
Notes to Consolidated Financial Statements 39
Consolidated Schedule of Current Fund Operations 50
Consolidated Schedule of Capital Fund Operations 52
Consolidated Schedule of Reserve and Reserve Funds 54

Trust Funds

Auditors' Report 57
Statement of Financial Position 58
Statement of Financial Activities and Changes in Fund Balances 60
Notes to Financial Statements 62

Statistical Information

Five Year Review Summary 64

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& Communications Department

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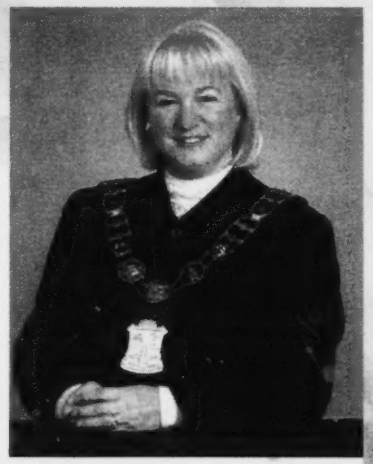
Mayor's Message



Our community includes many partners, from individuals and groups, to businesses and governments.

Bramptonians are known for their community involvement. In 2005, thousands of citizens participated in Town Hall meetings, workshops, public forums and citizen committees, where they discussed critical issues that affect their lives. Their vision of Brampton is reflected in the City's new Development Cap, the Official Plan, the Growth Management Plan, the Transportation and Transit Master Plan, and the Parks, Culture and Recreation Master Plan.

As a member of the team who negotiated the gas tax transfer to municipalities, I am committed to addressing the imbalance of funding that has resulted in an inordinate burden being placed on the property tax payer. This gas tax transfer is a key source of funds needed to renew and maintain our transportation and transit infrastructure, while providing our citizens with some relief from rising property taxes.

In 2004, Brampton Council approved one of the toughest Growth Management Plans in Canada. But market forces continued to press Brampton's limits. More people choose Brampton to "move to" than any other city in Canada, a testimony to our high quality of life. Yet, the cost of growth no longer pays for itself. Keeping pace translates to ongoing increases in property tax dollars. This is not sustainable. By the end of 2005, to protect the taxpayer from the impact of an unsustainable rate of growth, Brampton Council approved a Development Cap which will be embedded in our Official Plan. This powerful new tool will allow Brampton to decide where to grow and when to grow — at a pace we can manage, at a pace we can afford.

Controlling growth and gridlock go hand in hand, and sustainable growth will require a superior transit system. AcceleRide, Brampton's proposed $280 million Bus Rapid Transit system, is a cornerstone of our Growth Management Plan.

The Province of Ontario is contributing $95 million to fund AcceleRide. We look forward to the federal government's contribution of $95 million.

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As Mayor of Brampton, I personally led 11 presentations to provincial and federal cabinet ministers in support of provincial and federal funding for our proposal. These followed 14 briefings between City and senior government staff in departments and ministries responsible for making funding decisions for major transit and infrastructure projects. I am proud of our City staff's excellent work, and of the effective relationships we are building with our provincial and federal partners. Brampton is now positioned for success as we build an expanded, inter-regional transportation system for our future.

City Hall receives many accolades for its environmental stewardship and beautification efforts. The successful return to our Flowertown roots via our Flower City Strategy involved several community and business partners. In 2004 and 2005, our efforts were rewarded with a perfect 5-Bloom Rating from Communities in Bloom. In 2005, Brampton also received several other prestigious awards of excellence for outstanding floral displays, gardens, and City-wide beautification.

Since 2005 was designated the Year of the Veteran, the City of Brampton's traditional Remembrance Day ceremony was particularly poignant. We were proud to honour the sacrifices of previous generations, and to recognize the contributions veterans make to our community. A memorial carved from a 125-year-old, naturally deceased red oak tree now stands in Gage Park.

We cherish our past as we face the challenges of the future. To create a socially cohesive, environmentally friendly, economically viable, sustainable community, we must fortify the partnerships between City Hall and residents, businesses, and all levels of government. Open dialogue and debate make it possible. With mutual understanding and a willingness to support each other, we can shape our kind of Brampton — a vibrant and distinctive city we can all be proud to call "home".

Susan Fennell
Mayor
City of Brampton

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Brampton City Council, 2003-2006

Back Row (Left to Right)
John Hutton, City Councillor Wards 2&6, John Sprovieri, Regional Councillor Wards 9&10, Garnett Manning, City Councillor Wards 9&10, Paul Palleschi, Regional Councillor Wards 2&6, Grant Gibson, City Councillor Wards 1&5, Bob Callahan, City Councillor Wards 3&4

Front Row (Left to Right)
Susan DiMarco, Regional Councillor Wards 3&4, Elaine Moore, Regional Councillor Wards 1&5, Mayor Susan Fennell, Gael Miles, Regional Councillor Wards 7&8, Sandra Hames, City Councillor Wards 7&8

City Manager's Message

As City Manager, my objective is to create an effective, action-oriented public institution that consistently produces gratifying results for our citizens. We strive to accomplish this through the calibre of the services we deliver; through the responsiveness of our staff; through the soundness of the decisions we make; through the efficiency of our administrative practices; and through the quality of the physical and social environment we foster.

By vigorously pursuing opportunities for innovation and continuous improvement and by being actively engaged with Brampton's stakeholders, our highly motivated staff are dedicated to producing superior results in positive ways. With administrative tools such as service plans, benchmarking, customer feedback, and other performance indicators staff champion the practices, values, and behaviours that reward accountability, generate tangible results, and produce role models who are always looking for better ways to do things.

Brampton is experiencing a time of profound change and, along with it, opportunity. Over the past year staff have overseen an aggressive and unprecedented expansion in virtually all major service areas including transit, recreation and culture, road maintenance and construction, environmental protection, and community beautification. By tapping the limitless potential of this organization and of this community, together, we can continue to make great things happen.

Lorne V. McCool
City Manager

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Culture and Community Cohesion

Planning for Diversity

Brampton is a modern and diverse City that embraces more than 60 distinct cultures, speaking 105 languages, situated within Canada's most cosmopolitan region – the Greater Toronto Area. Residents have consistently said that they are most proud of Brampton's arts, cultural, historic and recreational attributes. As a source of pride and satisfaction among residents, Brampton is dedicated to building on these attributes through the effective planning and delivery of a wide range of community services. Celebrating diversity, building community pride and fostering a more cohesive society is an important goal we share with Bramptonians.

Canada's Flower City Blooms

We are enjoying the successful return to our Flowertown roots through the Brampton Flower City Strategy. By fostering partnerships among residents, businesses and other public institutions people join together to create a sense of community spirit and belonging. Through various initiatives such as Communities in Bloom, Canada Blooms, and the Schools in Bloom program (where students are encouraged to plant flower or vegetable gardens on school property) trees, greenery and flowers are being planted throughout the community. In 2005, 19 new flower beds were created and 220,000 bulbs planted. Those efforts were rewarded with a perfect 5-Bloom rating from Communities in Bloom judges. Everywhere the judges went they noted the "enthusiasm and sense of community pride" exhibited by those with whom they met. Brampton blooms with hundreds of thousands of tulip and daffodil blossoms every spring.

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At the Canada Blooms and Canadian National Exhibition Garden Show, the City won top awards for its colourful floral exhibits while Brampton earned Landscape Ontario's Environmental Award (2005) for demonstrated attention to the environment through its ambitious civic beautification programs, community clean ups, and stunning horticultural displays

The Rose

The 21st century has heralded in the age of cities and urban regions where culture and quality of life take precedence. This change is really all about creating places where people want to live. Cities that function as entertainment and lifestyle centres have always had significant economic impact *(Jane Jacobs: The Death and Life of Great American Cities).*

Brampton's new performing arts centre, known as "The Rose", is a magnificent centerpiece shaping the arts and culture renaissance in the City's historic downtown. An example of architectural excellence, the 880-seat Rose Theatre Brampton has made a lasting contribution to the Brampton skyline. To the delight of merchants and customers, the Rose will create new spending in restaurants and retail establishments before and after each performance. Inside, audiences will enjoy an intimate theatre experience, with excellent sight lines, and professional acoustical elements.

Scheduled to open in September 2006,The Rose is a state of the art complex featuring modern broadcast technology capable of hosting sophisticated live theatre, and film-TV productions. With its 200 seat secondary hall, The Rose also appeals to the corporate market as a venue for shows, annual general meetings and other business sessions of interest.

The Professional Entertainment Series at the Heritage Theatre has doubled since 2005 as subscribers eagerly anticipate the inaugural season of the Rose Theatre. As a downtown focal point for the arts, The Rose will no doubt become a popular venue for enriching experiences and personal expression. The Rose exemplifies the City's commitment to creating a vibrant downtown and a livable city..

The Rose Theatre

Parks, Culture and Recreation Planning

In 2005, the City spearheaded a Parks, Culture and Recreation Master Plan to set the strategic foundation for delivering tomorrow's leisure facilities and programs. Incorporating ideas from residents, the plan will address the short-term and long-term needs of a demographically diverse community.

The traditional parks, culture and recreation programs successfully attract residents of different ethnic backgrounds. Where there's an identified need or a request for a specific cultural program, the City works within its resources to provide that programming, including cricket, kabbadi, soccer, lacrosse, and bocce.

The Parks department is also inspiring a community-wide sense of ownership and pride by consulting with users of parks and sports fields in order to deliver programs and services that reflect the needs of an evolving community.

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Flower City Seniors Recreation Centre

The Flower City Seniors Recreation Centre opened in 2005 with great community support. By consulting seniors of all physical and sensory abilities, the final design and amenities of the renovated building resulted in a Centre that was accessible and exciting to everyone. Within six months of opening, membership tripled from 400 to almost 1,200 people. The Centre provides opportunities for seniors to participate in activities that foster a healthy and active lifestyle. They encourage participation, independence, growth and learning. Participants enjoy structured programs, such as woodworking, fitness, cards and shuffleboard in the new facility. The camaraderie and social networking experienced by participants is an invaluable benefit of this program.

Equal Access for All

People with disabilities represent a significant and growing part of our community. City Council is committed to ensuring people of all ages and abilities enjoy the same opportunities, inclusion and dignity. With the addition of 35 new low-floor buses, Brampton Transit doubled its fully accessible service to 58 per cent of its total trips. For the past three years, the City has been working on a special program to make sure each new or remodelled recreation centre is, or will be, completely accessible. As part of the Municipal Accessibility Plan, more than 150 City employees participated in sensitivity training and awareness sessions in 2005. Through its special needs programs, the City of Brampton provides excellent learning and social opportunities for people with disabilities. By supporting community associations and leading agencies, Brampton continues to be a caring community.

Engaging Citizens

Over the past five years, Brampton has attracted thousands of residents to Town Hall meetings, public workshops, and other community forums. The City's dedication to generating dialogue and gathering citizen input on how the City of Brampton plans and delivers services to meet public expectation is a top priority.

With its outstanding volunteer network Brampton has earned a reputation as a municipality capable of delivering national caliber sports, recreation, wellness, arts, cultural and leisure programs for its residents and businesses. Each year the City honours and thanks hundreds of volunteers, citizens and athletes at specially arranged ceremonies and banquets.

Brampton's InfoCity program, after hours call centre, multilingual services, and its popular web site have served to enhance the City's ability to reach its residents with important information on City services. Selected municipal government literature and other electronic materials are also available in several languages. These and future communication initiatives will continue to inform, educate and engage Brampton residents.

The popular Brampton Flower City Parade

Concerts in Gage Park

Cultivating a Conservation Ethic

In 2005, the City of Brampton took several steps toward creating the kind of clean, green, safe, healthy and attractive community that citizens want. Alternative modes of transportation such as Smart vehicles, public transit, and bicycles encourage citizens to make lifestyle changes that will positively impact the environment.

Smart "Green" Cars

The federal government's renewable energy strategy is aimed at ensuring that Canadian gasoline contains at least 5 per cent ethanol or biodiesel fuel by 2010. The City of Brampton has taken a leadership role to help protect the environment - our fleet of buses and diesel-powered municipal vehicles use biodiesel fuel.

In 2005, the City of Brampton purchased 10 diesel-powered DaimlerChrysler Smart cars, and six Honda Civic Hybrids, which operate on gas and electricity. The cars, driven by By-Law Enforcement officers, conserve fuel and reduce harmful emissions. The City will avoid producing up to 32,000 kilograms of carbon dioxide, and will save taxpayers $13,000 in fuel costs. With the doubling of the Provincial hybrid tax credit to $2,000, hybrid vehicles make economic sense and are an environmentally responsible choice. These "green" cars are part of the City's commitment to a clean, green and healthy city.

A Cleaner Sweep

Low-emission street sweepers will keep Brampton's streets clean. These regenerative air street sweepers collect more road dirt and filter out more dust and fine particles from the air. A downward blast of air lifts the dirt which is vacuumed up. The sweepers feature an advanced filtration system and can operate in full dustless mode. Because the dirt does not need to be wet, the City uses less water and saves on the cost of water. Brampton's new street sweepers are cleaner, faster, more efficient, and less expensive to operate than conventional sweepers.

Low Salt, Less Waste

For the second time, the City of Brampton won the Salt Management Institute's Best Practices Award for the efficient, cost-saving way in which it stores salt and delivers salt. The City uses high-tech Epoke salt spreaders which provide a more even distribution of salt on roads. Pre-spraying the salt with a brine solution allows the salt to stick better to the road, creating a safe running surface for vehicles. Less salt is used during the process, which means less salt runoff into streams. Brampton enjoys cost savings and environmental benefits due to better salt management.

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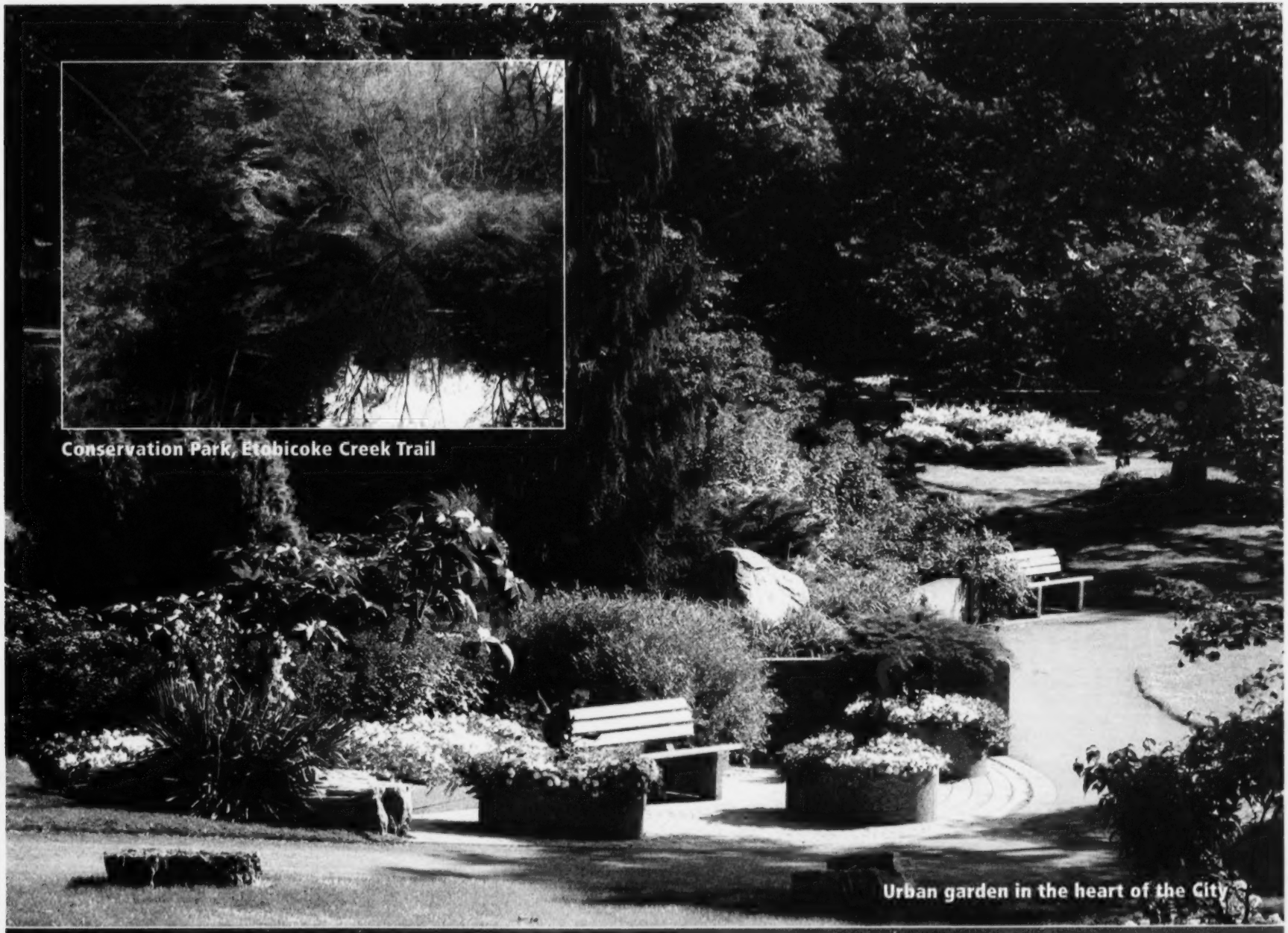

Conservation Park, Etobicoke Creek Trail

Urban garden in the heart of the City

Promoting a Healthier Environment

Brampton has also initiated public education and partnership programs focused on creating a healthier City.

To reduce vehicle emissions and help create a cleaner environment, the City launched an Idling Control Public Education Campaign in conjunction with Natural Resources Canada and the Clean Air Partnership (CAP). This partnership is designed to encourage drivers to reduce vehicle engine idling at 'hot spots' throughout the City.

The City's involvement in the Smart Commute partnership is another example of an initiative dedicated to fostering a healthier environment. Smart Commute is a partnership between the municipalities of the Greater Toronto Area and Hamilton, as well as the Federal Government's Transport Canada. Brampton supports the vital goal established by this partnership "to reduce traffic congestion and take action against climate change through transportation efficiency".

Brampton's extensive trail systems have been designed to encourage cycling, jogging and walking as a healthy alternative. Thirty kilometres of pedestrian and bike trail systems connect many of Brampton's parks, playgrounds and recreational facilities across the city.

Brampton's Clean and Green Committee organizes the annual Spring and Harvest Clean-Ups. In 2005, over 55,000 citizen volunteers donated many hours to help make their city clean and tidy.

Nurturing the Urban Forest

Brampton recently passed a tree preservation By-Law, which complements its existing woodlot preservation By-Law. The new By-Law protects trees on private property and encourages homeowners to save trees for the health of the urban forest. Urban forestry management is more sustainable if citizens understand the importance of trees to the health of the community and practice the principles of conservation. In 2005, the City pruned 11,000 trees, most of them young, in order to preserve the overall health of the urban forest, and for citizen safety.

From our partnerships with such organizations as the Friends of Claireville Conservation Area and the Toronto and Regional Conservation Authority, to our ongoing efforts to reforest and protect the Credit River Valley watershed, Brampton is committed to saving our spectacular natural heritage valleys, woodlots, parks, and urban forest.

Naturalizing Valleys and Streams

As part of the City's Flower City Strategy, the municipality continues to naturalize valleylands, streams, and areas around storm water management ponds. Naturalizing requires native plants. Our partner Sheridan Nurseries grows the plants, many of them rare, for reforestation. Plants also lower the water temperature, creating better quality pond and stream water. This preserves more fish species, such as rainbow trout, which are stocked in Professor's Lake. The Fletcher's Creek Valley re-naturalization program continued in 2005 with 6,000 new trees and 90,000 new shrubs now in place.

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Brampton's new Smart Cars and Hybrids

Growth Management

Sustaining Infrastructure

Canada's 10th largest city has a population of 435,000. With a record pace of growth, Brampton could virtually double its population in less than 15 years!

Development Cap a Perfect Fit

In 2005, the City invited citizens to get involved in the Our Brampton, Our Future program and participate with City officials to address the issue of growth. Citizens urged the City to apply additional controls before approving new subdivisions. City Hall listened and swiftly responded.

The result was an innovative growth management plan incorporating an annual 'Development Cap' of 5,500 residential units and stringent design guidelines. This aggressive program has started to ease the pressure of growth by allowing a more timely delivery of new roads, major recreation-cultural facilities, and improved public transit service.

Today, Brampton can better control the location, form and pace of development; tie development approvals to infrastructure and service expansion; strengthen heritage resource preservation; and enhance natural ecosystems, significant environmental features, and environmental linkages.

New Recreation Centres

As part of its overall plan to keep recreational facilities, programs, and services current, the City of Brampton invested more than $105 million to construct two new recreation centres, as well to expand and modernize two existing recreation centres.

A shift toward multi-purpose recreation facilities prevents future redundancy and expensive renovations while delivering the most appropriate programs to all citizens in the safest, most customer-friendly facilities the City can provide.

The new Brampton Soccer Centre and the Cassie Campbell Community Centre will be sustainable because of their flexibility — what this means is that arena and field components, for example, are constructed in such a way to allow for future conversion should the activity no longer be popular among users. The flexible design allows for an alternative format to be introduced with minimal cost to the taxpayer.

Together, these recreation centres will add new indoor soccer pitches, hockey rinks, figure skating, basketball courts, upgraded swimming pools, indoor track, fitness facilities, and additional multi-purpose community rooms for children and adults enrolled in City programs.

Expanded Road Network

To ensure the lowest, long-term cost for roads, the City spent $12.7 million on resurfacing 93 streets, and $26.4 million on constructing new roads and widening existing ones in 2005.

Working with the traffic Safety Council and the Region of Peel, the City introduced radar speed boards on specific roads to alert drivers of their actual speed. The intent of this popular program is to educate drivers on the importance of driving slower and more safely, ensuring the risk of injury to cyclists, pedestrians and automobile passengers is reduced.

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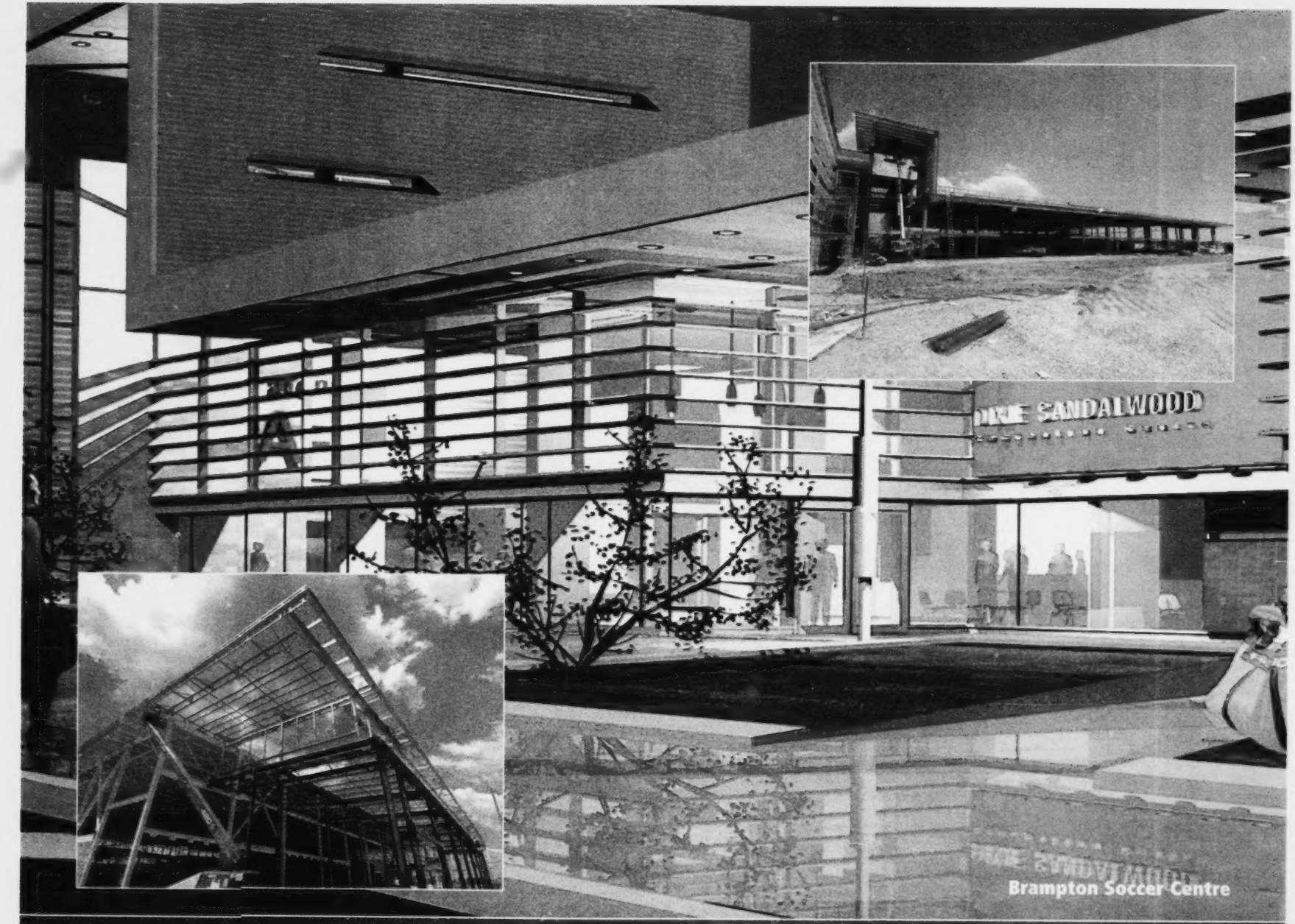


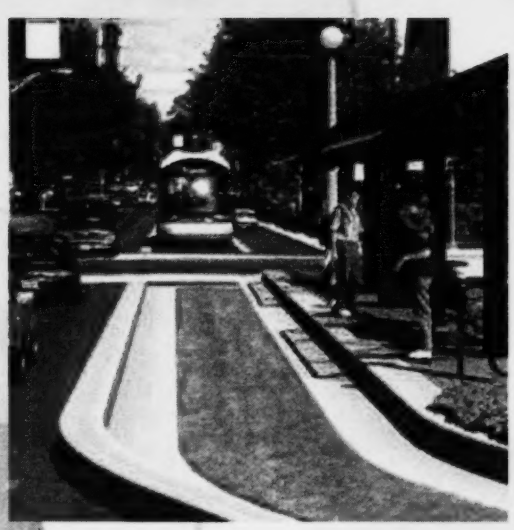
Brampton Soccer Centre

AcceleRide: Driving Public Transit into the Future

In May 2005, we switched from a hub to a grid system and reduced travel times for commuters while providing significantly greater access to public transit across the city. Service increased by 25 per cent over the previous year. Thirty-five new buses were ordered or placed into service, 22 existing routes were upgraded, and five new routes added.

Brampton Transit implemented the largest service change in its history which won an "Outstanding Achievement" award from the Canadian Urban Transit Association.

Sustainable growth requires a superior transit system. AcceleRide, Brampton's $280 million proposed Bus Rapid Transit (BRT) system, is the foundation of the City's Growth Management and Transit Master Plans. Slated to provide service on the City's key arterial corridors and link with York Region's "Viva" transit, Mississauga and Toronto Transit Commission systems, AcceleRide will improve the reliability and quality of transit service, and provide better connectivity within and beyond Brampton's boundaries. This major transit expansion has already received a $95 million boost from the Province.



Combined with Federal and Provincial 'gas tax' funding, a nine per cent boost in ridership, the upcoming integrated GTA Fare Card and the federal government's pledge to spend $370 million on a tax credit for transit users, Brampton will continue to play a critical role in providing an effective inter-regional public transit system within the Greater Toronto Area.

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Nova Bus accessibility ramp

A single 40' urban transit bus can replace 40 vehicles on the road. Brampton Transit implemented the largest service change in its history!

New Brampton Transit Nova Bus

A Robust Economy

Brampton's Great Capacity for Business

The City of Brampton is laying the foundation for a sustainable community, balanced with a strong and diverse economy. For the sixth year in a row, the city boasted more than $1 billion in construction — one of only nine communities in Canada to reach this level. From its prime location in the Greater Toronto Area, Brampton's gateway provides access to 120 million consumers within a 24-hour truck drive. More than 9,000 companies have chosen Brampton as a key North American location. An additional 200 companies, representing 4,000 new jobs, relocated here or expanded in 2005. This city's economic vitality helps to sustain a prosperous community that will enjoy a desirable quality of life for years to come.

Focused Economic Development Strategy

In 2005, Brampton's Economic Development department developed an Economic Competitiveness Policy Framework for Brampton, one that is synchronized with Provincial growth objectives. The City of Brampton was honored by the Economic Developers Council of Ontario (EDCO) with three first place awards and four honorable mentions, presented at its 49th Annual Conference. At the 37th annual Economic Developers Association of Canada (EDAC) Conference in Edmonton, the City of Brampton was awarded two prestigious Marketing Canada Awards for new business development initiatives including Best Direct Communication and Best Information Technology programs.

While the manufacturing and transportation logistics sectors are the two most important industries in Brampton, additional opportunities in chemical, biopharma, production technology, precious metals, medical devices, and apparel manufacturing are rapidly expanding.

Home of the Corporate Head Office

With an exceptional location, BramWest (Brampton West) is earmarked for prestige industrial-commercial space centred in the Mississauga Road Corridor, fronting Highway 407. One early success is the 600,000 square foot Loblaw Companies' national headquarters, which consolidated 2,000 employees in 2005. This area will become an office campus of GTA-wide significance. Matalco Inc., Bombay Company, and Trow International also established their headquarters in Brampton the same year joining successful Brampton firms like MDA, the company that built the famous Canadarm, and the new Canadarm2 which plays a vital role in NASA's shuttle missions.

Through the new Centre of Advanced Manufacturing and Design Technologies, the City has partnered with the Sheridan Institute of Technology and Advanced Learning to provide training and skills development opportunities dedicated to the manufacturing labour force in Brampton and the GTA.

The City of Brampton provided $2.5 million to this new Centre located in Brampton. Business and industry contributed more than $1.5 million in cash and in-kind support. This type of public-private partnership demonstrates how cooperation, innovative planning, and technology can provide flexible and feasible solutions to the economic challenges in the GTA.

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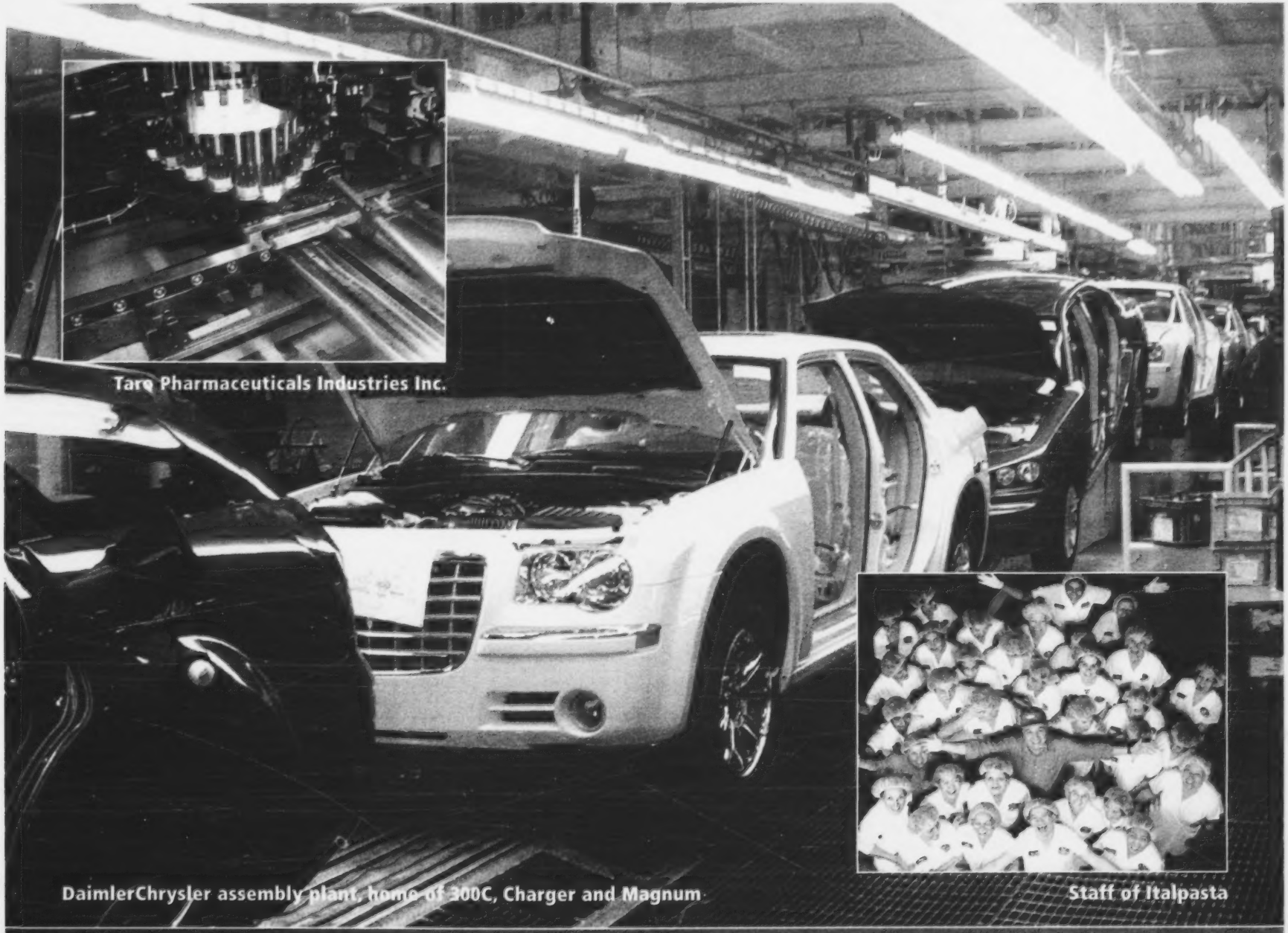

Taro Pharmaceuticals Industries Inc.

DaimlerChrysler assembly plant, home of 300C, Charger and Magnum

Staff of Italpasta

Downtown Brampton

Downtown Brampton is poised to become the commercial, residential, retail, entertainment, and transit hub of the city. The Rose Theatre Brampton will serve as the catalyst for Brampton's revitalization program in the historic downtown core. The economic spin-offs for new office and retail development, hospitality and tourism point to further prosperity. The City has now received proposals representing over 2,000 high-rise and mid-rise residential units in the City's Queen Street Downtown corridor.

Brampton will continue to foster a healthy and vibrant Downtown and position it as a viable competitive investment location by forming the Downtown Development Corporation. This organization has been established by Provincial regulation to plan and implement a downtown development action plan focused on attracting and retaining new residential, retail and office investment.

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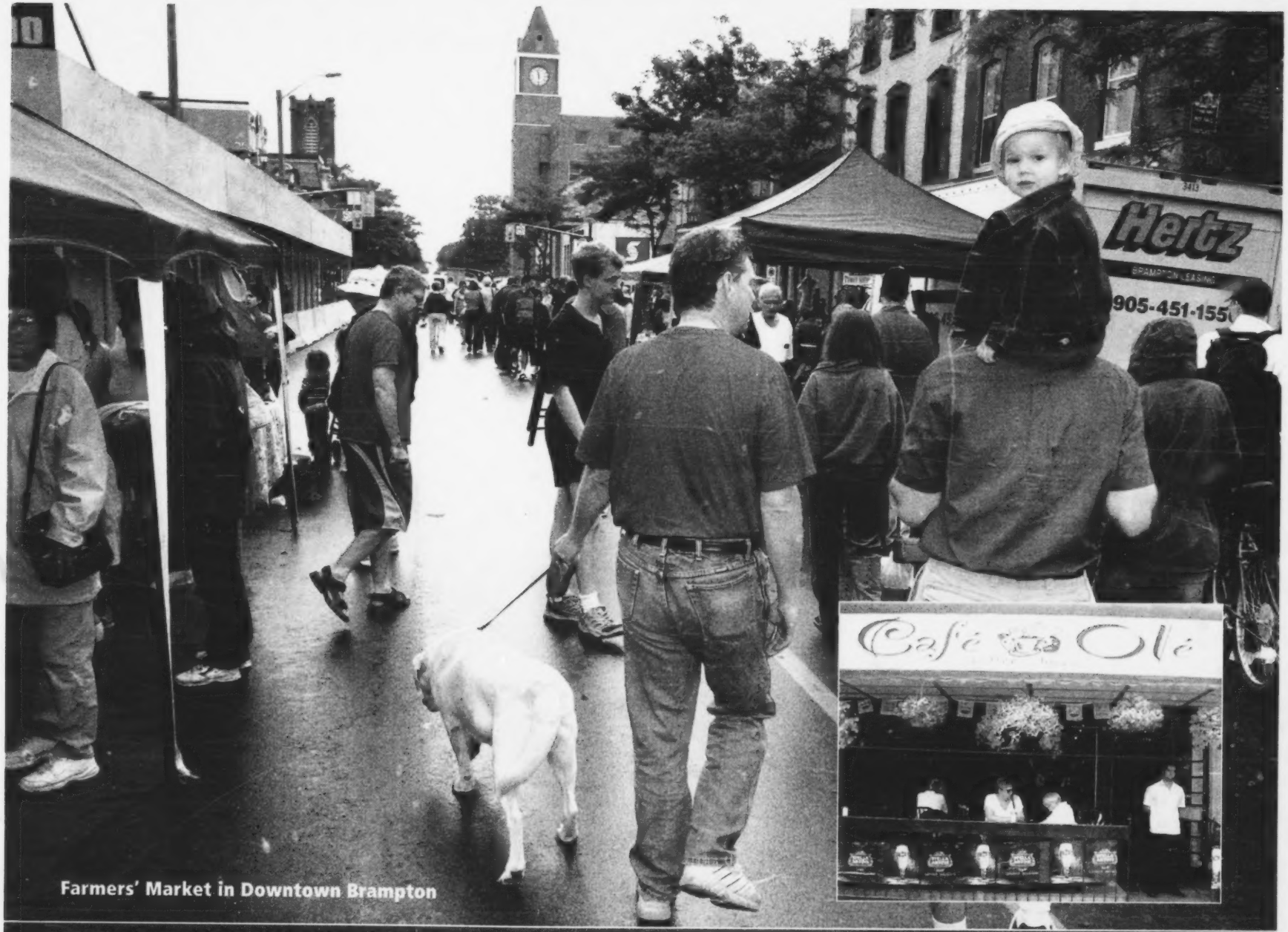
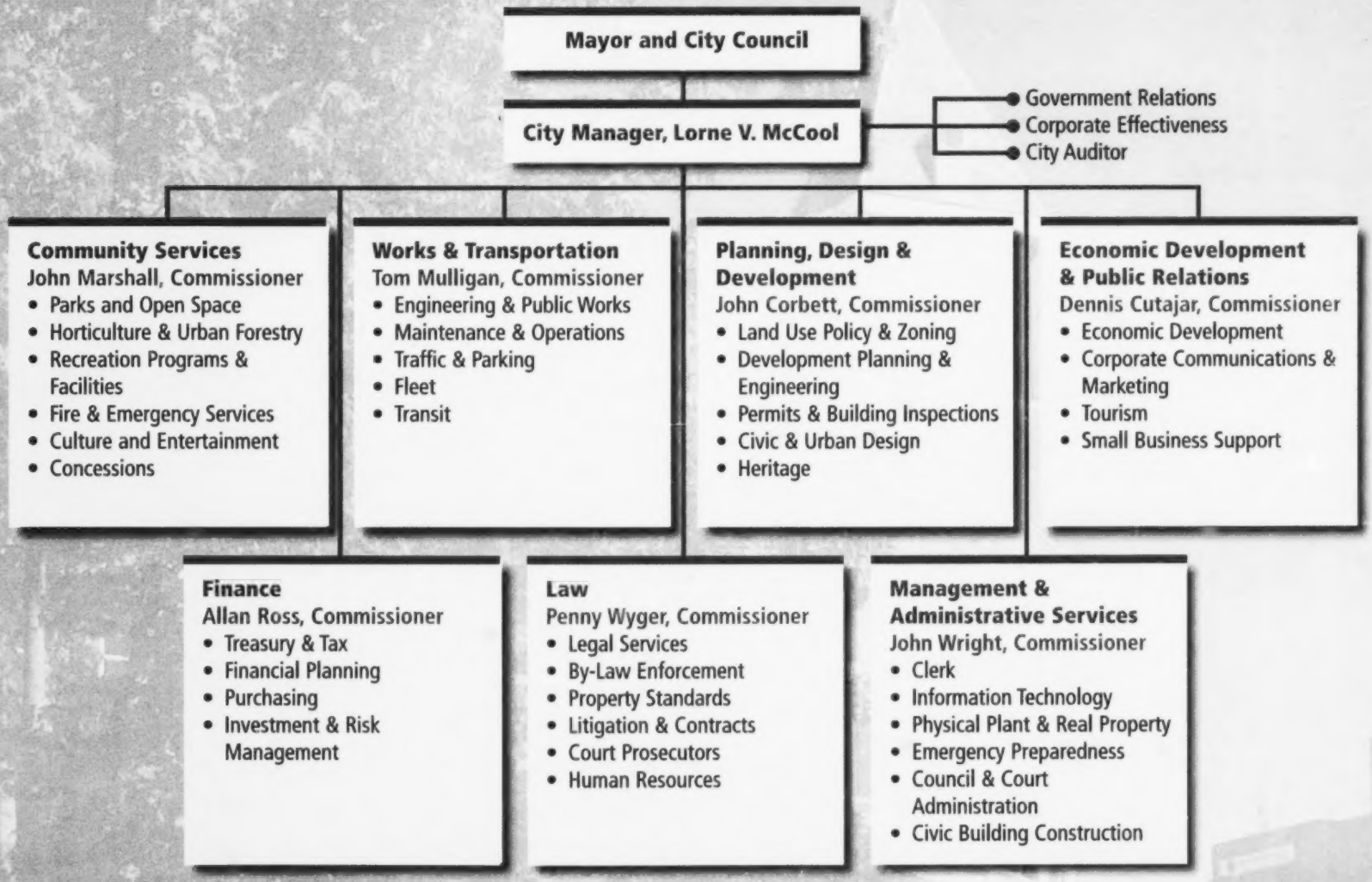


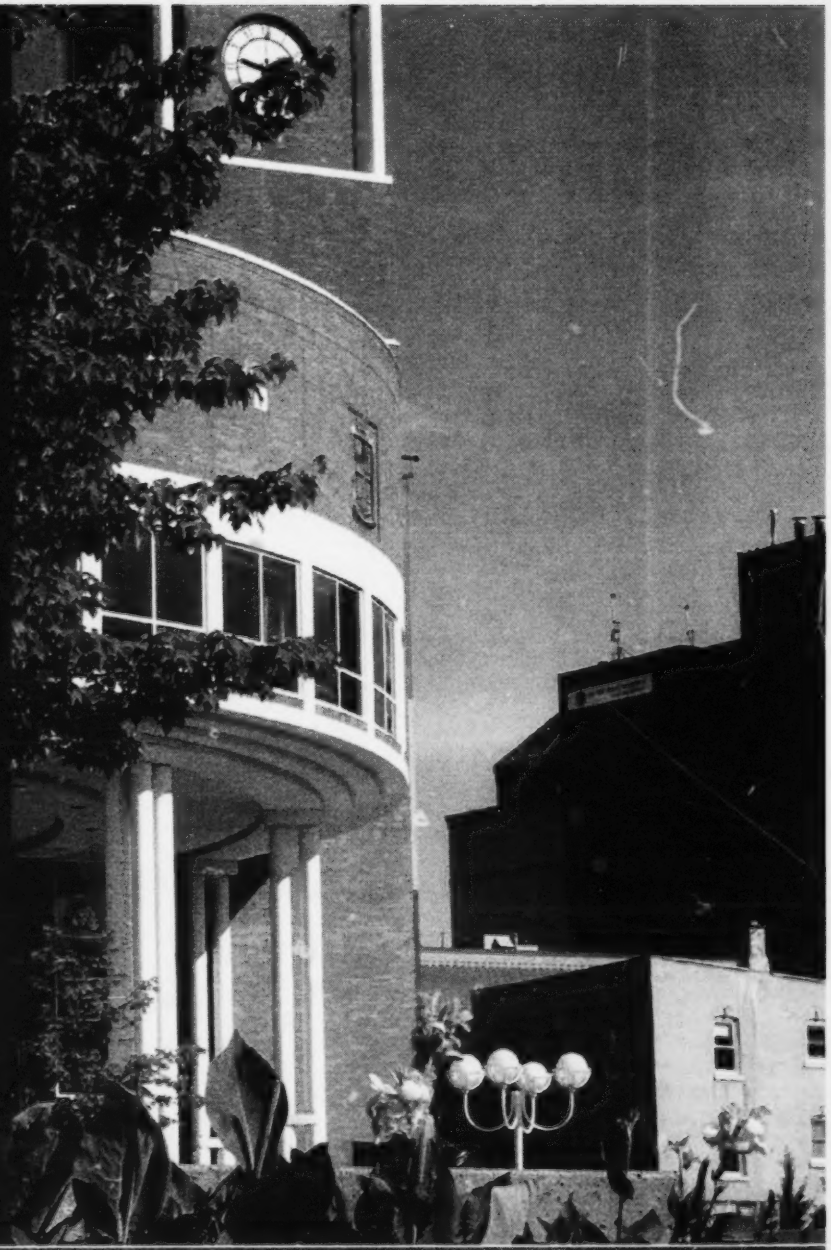
Farmers' Market in Downtown Brampton

City of Brampton Corporate Organizational Chart



Message From The Commissioner of Finance and Treasurer

Allan C. Ross



MESSAGE FROM THE COMMISSIONER OF FINANCE AND TREASURER

Allan C. Ross

I am pleased to present the Financial Report for the City of Brampton for the 2005 fiscal year. This report provides taxpayers, residents, business leaders and other interested parties with an overview of the City's finances.

In 2004, The City completed a new development charges study that led to the adoption and implementation of new Development Charges By-Laws. These new By-Laws have been approved, but have been appealed to the Ontario Municipal Board. The last of the appeals was resolved in February 2006.

The new Development Charge By-Laws take into account the tremendous growth rate that Brampton continues to experience since the previous Development Charge By-Law was passed by Council in 1999. The increased rate of growth has put pressure on the City to provide infrastructure and services such as roads and fire protection services earlier than planned. The financial implications of building the infrastructure are significant, and the new By-laws go some ways to addressing the issue. They cannot, however, address the impact of changes resulting from the Province of Ontario Development Charges Act passed in 1997. Due to the restrictions of this Act, a number of services, including parkland acquisition, information technology and administrative space required to service the rapid growth in the community, are no longer fundable through development charges. In addition, the majority of City services charges must be discounted to 90% of identified growth related costs. This necessitates further tax-based funding for these growth related costs.

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BUDGET PROCESS

Preparation of the City's budget revolves around priority setting, reflecting the City's Strategic Plan and objectives. Priority setting takes place at all levels of the organization including the functional level by departmental staff, Senior Management and City Council. Throughout the process, public input is taken into account, as expressed both through public opinion surveys and through public participation in regular and special open meetings.

The initial stages in the process involve:

1. Review of the current year's actual and projected financial performance and operating results,
2. Determination of priorities for maintaining and improving service levels and accommodating rapid growth. These priorities are set out in the City's Service Plan which is linked to the Six Pillars of the City's 2003 Strategic Plan and translates key departmental initiatives into specific action plans and funding requirements
3. Review of the City's longer term financial outlook, with a 3-year operating budget projection and a 10-year forecast of capital project needs, and
4. Identification of factors impacting the budget, such as inflation and legislative requirements, that are beyond the control of City decision-makers

Separate Capital and Current budgets are prepared in parallel but are closely linked in recognition of the impact that each of these budgets has on the other. The capacity to fund and deliver the enormous quantity of new capital infrastructure needed to accommodate growth required and received special attention in the 2005 budget process.

Budget submissions are consolidated and supported by analysis of budget drivers and justification of all proposed new initiatives. Senior Management then determines a recommended set of priorities for allocation of available resources. These proposed budgets and priorities are considered by Council in open public meetings, amendments are made as appropriate and budget approval is obtained.

FINANCIAL STATEMENTS
The accompanying consolidated financial statements and all other information included in this financial report are the responsibility of the management of the City of Brampton. The City's Financial Statements contained in this report have been prepared in accordance with the accounting principals and disclosure requirements of the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Accountants.

EXTERNAL AUDIT
Included in the Financial Statements is a report prepared by our statutorily appointed auditors, KPMG LLP, Chartered Accountants. The role of the statutory auditor is to present an independent opinion on the fair presentation of the City's financial position and operating results as contained in the Financial Report and confirm that the statements are free from material misstatements.

The auditors are also responsible for advising management and City Council of any control or operational issues that may be identified during their audit.

FINANCIAL HIGHLIGHTS
The 2005 financial statements of the City of Brampton have been completed on a fund basis. Three fund types make up the City's financial statements: Operating Fund, Capital Fund and Reserve funds. The results of these funds have been consolidated to report the overall financial position and financial activities of the City. The following is a financial summary for each fund type.

CURRENT FUND
Revenues of $256.7 Million reported in 2005 were lower than the budget by $2.5 Million or 0.97%. Revenues in 2005 were higher than 2004 by $10.1 Million largely due to the combined impact of City growth and increased tax rates.

Current year operating expenditures of $243.2 Million in 2005 were lower than the budgeted amount by $3.8 Million or 1.53%. The current year operating expenditures were $37.2 Million higher than 2004 due to the continued high growth rate in Brampton and targeted service level increases as directed by City Council.

Transfers to the Capital Fund, Reserves, and Reserve Funds amounted to $20.5 Million in 2005 resulting in a net surplus of $99,906. This surplus will be treated as revenue for the 2006 fiscal year in accordance with the requirements of Section 290 of the Municipal Act, 2001.

CAPITAL FUND
Capital expenditures of $141.3 Million reported in 2005 were $34.6 Million higher than the capital expenditures reported in 2004. Major capital projects included road improvements and major road repairs, parkland acquisition and development, purchase of nine new buses as well as significant progress in the construction of the City's new Performing Arts Centre in the heart of downtown Brampton.

Capital projects were primarily financed by tax base funded revenues and developer contributions. In compliance with City Council's direction of no external debt financing, non-growth related capital works are financed on a "pay-as-you-go" basis.

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RESERVE FUNDS

The City of Brampton has established a number of reserve funds to fund long-term liabilities, eliminate/minimize tax rate fluctuations, smooth expenditures and fund capital projects.

As at December 31, 2005, the City of Brampton's Reserves and Reserve Fund Balances totalled $261.2 Million as compared to $272.4 Million in 2004. The decrease of $11.2 Million from 2004 to 2005 was primarily due to Council approved internal loans to finance selected acquisitions or capital projects. These loans are repayable in full and include interest at rates that would otherwise have been earned by the Reserve Funds.

Included on the City's Statement of Financial Position are deferred revenues from development charges and other contributions from developers for future necessary growth related capital works. These deferred revenues totalled $169.2 Million as at December 31, 2005 as compared to $197 Million in 2004, a net decrease of $27.8 Million. Total contributions received from developers in 2005 amounted to $64.2 Million versus $110.1 Million in 2004. Contributions from developers are recognized as revenue and transferred to the Capital Fund when growth related capital projects are initiated. Developers contributions recognized as revenue in 2005 amounted to $88.8 Million as compared to $71.3 Million in 2004; this reflects an increase in growth related capital spending necessary due to the continued high rate of growth being experienced in the community.

Transfers from Reserves and Reserve Funds are required on an annual basis to fund portions of the City's operating costs and capital expenditure program. In addition, some of these transfers are directed towards insurance claims, sick leave payouts and other city related costs.

The City of Brampton has healthy reserve balances, notably improved over a number of years ago. Staff continues to review reserve balances on a multi-year basis based on all known requirements in order to ensure the City is well positioned to meet future challenges and opportunities.

FINAL COMMENTS

During 2005, for the 4th consecutive year, the Government Finance Officers Association of the United States and Canada formally recognized the City's excellence in financial reporting with the awarding of a "Canadian Award For Financial Reporting" for the City's 2004 Annual Report.

The leadership of City Council and continuing efforts of staff have contributed to the accomplishments noted in this annual report. The City has a sound financial position, which will be challenged in the coming years due to the combined effects of aging infrastructure, the rate of community growth, service expectations and ongoing needs for additional senior government financial support. These impacts will require a continued focus on strategic financial management to address these challenges.

Allan C. Ross
Commissioner of Finance & Treasurer
June 7, 2006

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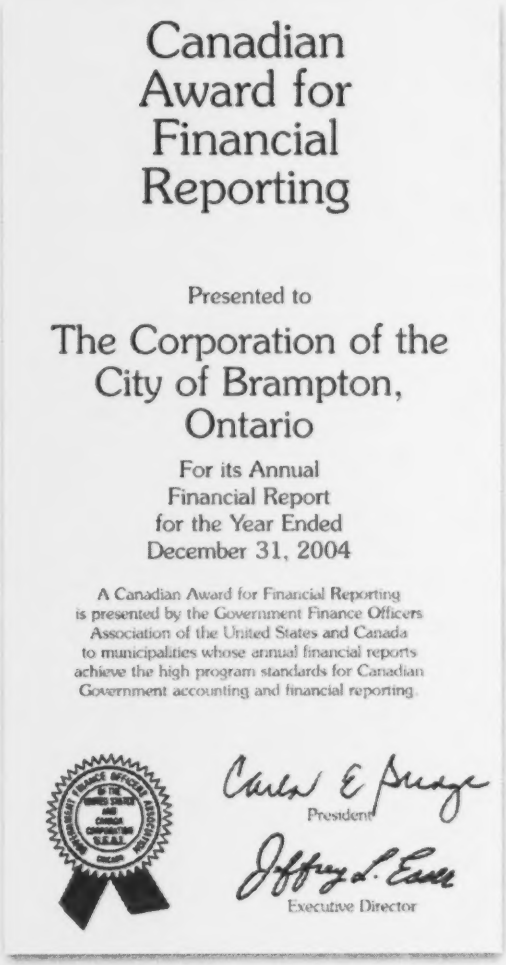
CANADIAN FINANCIAL REPORTING AWARD

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Canadian Award for Financial Reporting (CAnFR) to the Finance Department at The Corporation of the City of Brampton for its annual financial report for the fiscal year ended December 31, 2004. The Canadian Award for Financial Reporting Program was established to encourage municipal governments throughout Canada to publish high quality financial reports and to provide peer recognition and technical guidance for officials preparing these reports.

In order to be awarded a Canadian Award for Financial Reporting, a government unit must publish an easily readable and efficiently organized annual financial report, whose contents conform to the program standards. Such reports should be in conformity with the Public Sector Accounting Board (PSAB) Standards as issued by The Canadian Institute of Chartered Accountants (CICA). The financial report should clearly communicate the municipal government's financial picture; enhance an understanding of financial reporting by municipal governments, and address users needs.

The Canadian Award for Financial Reporting recognizes excellence in governmental accounting and financial reporting and represents a significant accomplishment by a municipal government and its management.


Canadian Award for Financial Reporting
Presented to
The Corporation of the City of Brampton, Ontario
For its Annual Financial Report for the Year Ended December 31, 2004
A Canadian Award for Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to municipalities whose annual financial reports achieve the high program standards for Canadian Government accounting and financial reporting.
President
Executive Director

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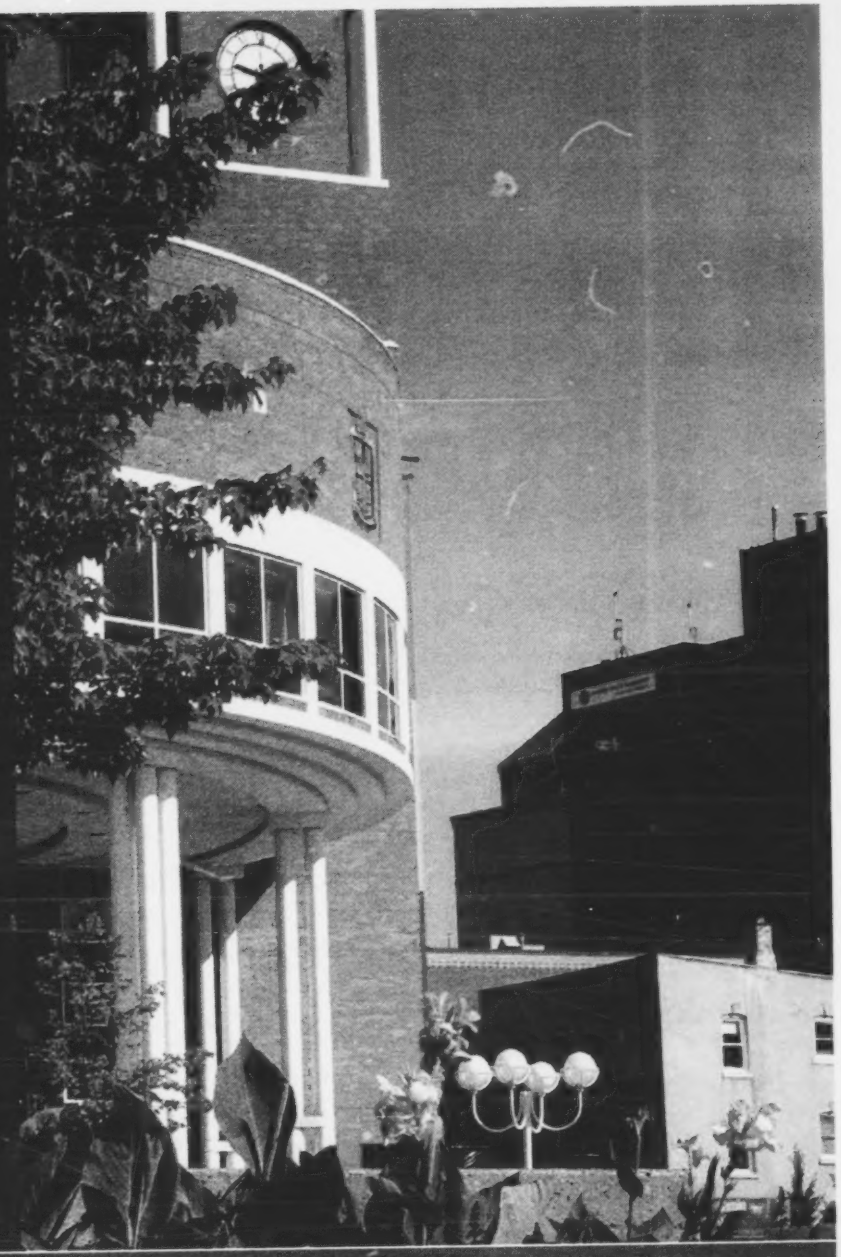
Consolidated Financial Statements of

The Corporation Of The City Of Brampton

Year ended December 31, 2005



RESPONSIBILITY FOR FINANCIAL REPORTING

MANAGEMENT'S REPORT

The integrity, relevance and comparability of data in the accompanying consolidated financial statements are the responsibility of management.

The consolidated financial statements are prepared by management, in accordance with generally accepted accounting principles established by the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Accountants. They necessarily include some amounts that are based on the best estimates and judgments of management. Financial data elsewhere in the report is consistent with that in the financial statements.

To assist in its responsibility, management maintains accounting, budget and other controls to provide reasonable assurance that transactions are appropriately authorized, that assets are properly accounted for and safeguarded, and that financial records are reliable for preparation of financial statements.

City Council fulfils its responsibility for financial reporting through The Standing Committee of Council and its Audit Sub Committee. The Standing Committee of Council consists of the Mayor and 10 Councillors. The Audit Sub Committee consists of three Councillors.

KPMG[LLP], Chartered Accountants, have been appointed by City Council to express an opinion on The City's consolidated financial statements. Their report follows.

Lorne V. McCool
City Manager

Allan C. Ross
Commissioner of Finance & Treasurer

Brampton, Canada
April 7, 2006

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KPMG LLP
Chartered Accountants
Yonge Corporate Centre
4100 Yonge Street Suite 200
Toronto ON M2P 2H3

Telephone (416) 228-7000
Fax (416) 228-7123
Internet www.kpmg.ca

AUDITORS' REPORT

To the Members of Council, Inhabitants and Ratepayers of the Corporation of the City of Brampton

We have audited the consolidated statement of financial position of the Corporation of the City of Brampton as at December 31, 2005 and the consolidated statements of financial activities and changes in financial position for the year then ended. These financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Corporation of the City of Brampton as at December 31, 2005 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The current year's supplementary information included in the schedule is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

KPMG LLP

Chartered Accountants
Toronto, Canada
April 7, 2006

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
Year ended December 31, 2005

	2005 $	2004 $
ASSETS		
Financial Assets		
Cash and short-term investments (Note 2)	220,641,911	280,731,931
Taxes receivable	53,132,988	60,810,779
User charges receivable	3,108,537	5,546,907
Accounts receivable	5,982,317	15,291,096
Long-term investments (Note 2)	446,694,299	399,015,090
Other Assets (Note 11)	7,984,110	7,984,110
TOTAL FINANCIAL ASSETS	**737,544,162**	**769,379,913**
LIABILITIES		
Accounts payable and accrued liabilities	67,586,195	65,557,676
Deferred revenue - general (Note 4 (a))	2,060,020	1,968,149
Deferred revenue - obligatory reserve funds (Note 4 (b))	169,230,582	196,964,895
Employee benefits and other liabilities (Note 5)	22,194,775	15,652,105
TOTAL LIABILITIES	**261,071,572**	**280,142,825**
NET FINANCIAL RESOURCES	**476,472,590**	**489,237,088**
Other Non-Financial Assets		
Inventory and prepaids	2,931,894	2,943,864
TOTAL NET ASSETS	**479,404,484**	**492,180,952**

Table continues on next page

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)
Year ended December 31, 2005

Table continued from previous page

	2005 $	2004 $
MUNICIPAL POSITION		
Amounts to be recovered		
From reserves and reserve funds on hand	(8,699,360)	(8,017,684)
From future revenues	(13,495,415)	(7,634,421)
TOTAL AMOUNTS TO BE RECOVERED	**(22,194,775)**	**(15,652,105)**
Fund Balances (Note 7)		
Current fund	99,906	574,322
Capital fund	240,249,473	234,902,069
Reserves	49,950,751	2,118,676
Reserve funds	211,299,129	270,237,990
TOTAL FUND BALANCES	**501,599,259**	**507,833,057**
TOTAL MUNICIPAL POSITION	**479,404,484**	**492,180,952**

The accompanying notes are an integral part of these financial statements.

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
Year ended December 31, 2005

	Budget 2005 $ (UNAUDITED) (NOTE 1(N))	Actual 2005 $	Actual 2004 $
REVENUES			
Property taxation (Note 3)	170,442,807	172,216,898	154,368,978
Taxation from other governments	949,000	1,541,666	1,488,556
User charges	67,776,746	59,653,029	70,850,665
Government grants	3,676,946	4,079,818	5,974,796
Development levies	84,174,027	88,751,566	71,260,177
Investment income - Current and Capital Funds	5,127,000	8,408,893	5,887,817
Investment income - Reserve and Reserve Funds	12,313,500	22,550,105	23,616,153
Penalties, Fines and Interest	13,565,892	13,389,534	12,428,773
Other	818,666	1,100,048	1,115,648
TOTAL REVENUES	**358,844,584**	**371,691,557**	**346,991,563**
EXPENDITURES			
Current			
General government	13,004,371	10,272,215	8,246,608
Protection to persons and property	53,271,057	51,359,201	46,375,329
Transportation services	76,961,621	78,204,879	63,000,261
Environmental services	1,711,938	2,102,917	1,700,652
Health services (cemeteries)	349,137	358,351	451,568
Social and family services	1,013,966	1,078,094	295,519
Recreation and cultural services	73,944,716	74,035,622	64,023,371
Planning and development	26,704,627	25,753,373	22,008,945
TOTAL CURRENT EXPENDITURES	**246,961,433**	**243,164,652**	**206,102,253**

Table continues on next page

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED)
Year ended December 31, 2005

Table continued from previous page

	Budget 2005 $ (UNAUDITED) (NOTE 1(N))	Actual 2005 $	Actual 2004 $
Capital			
General government	17,666,486	18,916,788	11,838,172
Protection to persons and property	2,911,930	2,499,374	10,789,066
Transportation services	50,250,252	52,349,282	42,005,651
Environmental services	–	–	176,490
Health Services (cemeteries)	–	725,082	62,470
Social and Family services	–	39,981	–
Recreation and cultural services	51,618,393	65,798,951	41,518,080
Planning and development	1,049,133	961,945	293,364
TOTAL CAPITAL EXPENDITURES	**123,496,194**	**141,291,403**	**106,683,293**
TOTAL EXPENDITURES	**370,457,627**	**384,456,055**	**312,785,546**
Increase (decrease) in Net Financial Resources		**(12,764,498)**	**34,206,017**
Increase in amounts to be recovered		6,542,670	1,858,817
Increase (decrease) in non-financial assets		(11,970)	173,874
Increase (decrease) in Fund Balances		**(6,233,798)**	**36,238,708**

The accompanying notes are an integral part of these financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN FINANCIAL POSITION

Year ended December 31, 2005

	2005 $	2004 $
OPERATIONS		
INCREASE (DECREASE) IN NET FINANCIAL ASSETS	**(12,764,498)**	**34,206,017**
Uses:		
Increase in taxes receivable	–	(17,785,702)
Increase in user charges receivable	–	(1,630,575)
Increase in accounts receivable	–	(343,889)
Decrease in deferred revenue - obligatory reserve funds	(27,734,313)	–
TOTAL USES	**(27,734,313)**	**(19,760,166)**
Sources:		
Decrease in taxes receivable	7,677,791	–
Decrease in user charges receivable	2,438,370	–
Decrease in accounts receivable	9,308,779	–
Increase in accounts payable and accrued liabilities	2,028,519	31,944,589
Increase in deferred revenue - general	91,871	281,271
Increase in deferred revenue - obligatory reserve fund	–	38,853,304
Increase in employee benefits and other liabilities	6,542,670	1,858,817
TOTAL SOURCES	**28,088,000**	**72,937,981**

Table continues on next page

CONSOLIDATED STATEMENT OF CHANGES IN FINANCIAL POSITION (CONTINUED)
Year ended December 31, 2005

Table continued from previous page

	2005 $	2004 $
INVESTMENTS		
Increase in long-term investments	(47,679,209)	(8,828,930)
Net change in cash and cash equivalents	(60,090,020)	78,554,902
Opening cash and cash equivalents	280,731,931	202,177,029
Closing cash and cash equivalents	**220,641,911**	**280,731,931**

The accompanying notes are an integral part of these financial statements.

The City of Brampton is a municipality in the Province of Ontario, Canada. It conducts its operations guided by the provisions of provincial statutes such as the Municipal Act, Municipal Affairs Act and related legislation.

1. Significant accounting policies:

The consolidated financial statements of The Corporation of the City of Brampton (the "City") are prepared by management in accordance with generally accepted accounting principles for local governments as recommended by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants. Significant aspects of the accounting policies adopted by the City are as follows:

a) Reporting Entity:

The consolidated financial statements reflect the assets, liabilities, revenues, expenditures and fund balances of the reporting entity. The reporting entity is comprised of all organization, committees and local boards accountable for the administration of their financial affairs and resources to the City and which are owned or controlled by the City. These financial statements include:

- The City of Brampton Public Library Board
- Brampton Downtown Business Association
- Brampton Theatres Board of Directors
- Brampton Race Relations Action Council

Interdepartmental and inter-organizational transactions and balances between these organizations are eliminated.

b) Non-consolidated entities:

The following Regional Municipality and local boards are not consolidated and should be contacted directly if examination of their annual audited financial statements is desired:

- The Regional Municipality of Peel
- The Peel District School Board
- The Dufferin-Peel Catholic District School Board
- Conseil Scolaire de District du Centre-Sud Ouest
- Conseil Scolaire de District Catholique Centre-Sud

c) Accounting for Region and School Board transactions:

The taxation, other revenues, expenditures, assets and liabilities with respect to the operations of The Regional Municipality of Peel and the school boards are not reflected in the municipal fund balances of these financial statements.

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1. Significant accounting policies (continued):

d) Fund Accounting:
Funds within the consolidated financial statements consist of current, capital, reserves and reserve funds. Transfers between funds are recorded as adjustments to the appropriate municipal fund balance.

Trust funds and their related operations administered by the City are not included in these financial statements but are reported on separately on the Trust Funds Financial Statements.

Sinking Funds and their related operations are administered by the Region of Peel and as such are not included in these financial statements.

e) Basis of Accounting:
The City follows the accrual method of accounting. The accrual basis of accounting recognizes revenues, as they become measurable. Expenditures are the cost of goods or services acquired in the period whether or not payment has been made or invoices received.

f) Capital assets:
Expenditures made on capital assets are reported as capital expenditures on the statement of financial activities in the period incurred.

g) Reserves and reserve funds:
Certain amounts, as approved by City Council, are set aside in reserves and reserve funds for future operating and capital purposes. Transfers to and/or from reserves and reserve funds are an adjustment to the respective fund when approved.

h) Government transfers:
Government transfers are recognized in the financial statements as revenues in the period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amounts can be made.

i) Deferred revenue - General:
Deferred revenues represent user charges and fees which have been collected but for which the related services have yet to be performed. These amounts will be recognized as revenues in the fiscal year the services are performed.

j) Deferred Revenue – Obligatory Reserve Funds
The City receives development charge contributions under the authority of the Provincial Legislation and City By-Laws. These funds by their nature are restricted in their use and until applied to applicable capital works are recorded as deferred revenue. Amounts applied to qualifying capital projects are recorded as revenue in the fiscal period they are expended.

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1. Significant accounting policies (continued):

k) Taxation and related revenues:
Property tax billings are prepared by the City based on assessment rolls issued by the Municipal Property Assessment Corporation ("MPAC"). Tax rates are established annually by City Council, incorporating amounts to be raised for local services, the requisition made by the Region of Peel in respect of Regional services and amounts the City is required to collect on behalf of the Province of Ontario in respect of education taxes. A normal part of the assessment process is the issue of supplementary assessment rolls, which provide updated information with respect to changes in property assessment. Once a supplementary assessment roll is received, the City determines the taxes applicable and renders supplementary tax billings. Taxation revenues are recorded at the time tax billings are issued. Assessments and the related property taxes are subject to appeal. Tax adjustments as a result of appeals are recorded when the results of the appeal process are known.

The City is entitled to collect interest and penalties on overdue taxes. These revenues are recorded in the period the interest and penalties are levied.

l) Investment Income:
Investment income earned on available current funds, capital funds, reserves and reserve funds (other than obligatory funds) are reported as revenue in the period earned. Investment income earned on development charges and parkland obligatory reserve funds is added to the fund balance and forms part of respective deferred revenue balances.

m) Pensions and Employee Benefits:
The City accounts for its participation in the Ontario Municipal Employee Retirement Fund (OMERS), a multi-employer public sector pension fund, as defined contribution plan. Vacation entitlements are accrued for as entitlements are earned. Sick leave benefits are accrued where they are vested and subject to pay out when an employee leaves the City's employment.

Other post-employment benefits and compensated absences are accrued in accordance with the projected benefit method prorated on service and management's best estimate of salary escalation and retirement ages of employees. Actuarial valuations, where necessary for accounting purposes, are performed triennially. The discount rate used to determine the accrued benefit obligation was determined by reference to market interest rates at the measurement date on high-quality debt instruments with cash flows that match the timing and amount of expected benefit payments. Unamortized actuarial gains or losses are amortized on a straight-line basis over the expected average remaining service life of the related employee groups. Unamortized actuarial gains / losses for event-triggered liabilities, such as those determined as claims related to WSIB are amortized over the average expected period during which the benefits will be paid.

Costs related to prior period employee services arising out of plan amendments are recognized in the period in which the plan is amended.

Where applicable, the City has set aside Reserve Funds intended to fund these obligations, either in full or in part. These Reserve Funds were created under municipal by-law and do not meet the definition of a plan asset under CICA PS 3250 Retirement Benefits. Therefore, for the purposes of these financial statements, the plans are considered unfunded.

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1. Significant accounting policies (continued):

n) Budget Figures:
Brampton City Council completes separate budget reviews for its operating and capital budgets each year. The approved operating budget for 2005 is reflected on the Consolidated Schedule of Current Fund Operations and is included in budget figures shown in Consolidated Statement of Financial Activities.

Budgets established for the Capital Fund are set on a project-oriented basis, the costs of which may be carried out over one or more fiscal years. The budget reflected in the Consolidated Schedule of Capital Fund Operations and included in the budget figures shown in the Consolidated Statement of Financial Activities is an annual projected spending budget only. During 2005, Council approved transfers totaling $49,666,988 (2004 - $75,667,914) from reserve funds for capital projects.

o) Use of Estimates:
The preparation of financial statements requires management to make estimates and assumptions. This affects the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the period. Actual results could differ from these estimates.

2. Investments:

Included in cash and short-term investments are short-term investments of $196,167,085 (2004 - $216,669,668) with a market value of $197,828,808 (2004 - $218,607,662), at the end of the year.

Long-term investments of $446,694,299 (2004 - $399,015,090) have a market value of $449,225,757 (2004 - $403,299,100), at the end of the year.

3. Tax Revenues:

Property tax billings are prepared by the City based on an assessment roll prepared by the Municipal Property Assessment Corporation ("MPAC"). All assessed property values in the City were reviewed and new values established based on a common valuation date of January 1, 2005, which was used by the City in computing the property tax bills. However, the property tax revenue and tax receivables of the City are subject to measurement uncertainty as a number of appeals submitted by ratepayers for adjustments to assessment have yet to be heard by the Assessment Review Board. A significant allowance has been recorded to provide for possible negative adjustments. Further, changes to assessed value reflecting new construction is included in supplementary assessments prepared by "MPAC". Any billing adjustments made necessary by the determination of such changes will be recognized in the fiscal year they are determined and the effect shared with regional government and school boards as appropriate.

The Province enacted legislation together with regulations, the Fairness for Property Taxpayers Act, 1998 (Bill 79) in December 1998, which was replaced in 2000 by Bill 140, "Continued Protection for Property Taxpayers Act". These pieces of legislation limited assessment-related increases in property tax bills to 5 per cent annually for commercial, industrial and multi-residential classes of property until the affected properties were taxed at a level equivalent to taxes based on their actual current assessed value.

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3. Tax Revenues (continued):

Effective for the 2005 tax year, Bill 83 "Budget Measures Act" raises the upper limit of assessment-related increases in property tax bills from the 5 per cent maximum in Bill 79 and Bill 140 to 10 per cent annually for commercial, industrial and multi-residential property classes.

4. (a) Deferred revenue – General:

Deferred Revenue – General is comprised primarily of program registration fees for Parks & Recreation programs and Transit Advertising revenues applicable for the following year. As at December 31, 2005 the deferred revenue – general amounted to $2,060,020 (2004- $1,968,149).

(b) Deferred revenue – Obligatory Reserve Funds:

A requirement of the public sector accounting principles of the Canadian Institute of Chartered Accountants is that obligatory reserve funds be reported as deferred revenue. This requirement is in place as provincial legislation restricts how these funds may be used and under certain circumstances these funds may possibly be refunded. The balances in the obligatory reserve funds of the City are summarized below:

	2005	2004
Development charges	$143,637,765	$166,631,498
Parkland	24,325,346	29,575,092
Gasoline Tax – Province	1,319,938	758,305
Gasoline Tax - Federal	3,172,820	–
Unamortized Downtown Incentive Charges	(3,225,287)	–
Total	**$169,230,582**	**$196,964,895**

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5. Employee benefits and other liabilities:

The City provides certain employee benefits, which will require funding in future periods. Under the sick-leave benefit plan, unused sick leave can accumulate and employees may become entitled to cash payment when they leave the City's employment. With respect to responsibilities under provisions of the Workplace Safety and Insurance Board Act the City has elected to be treated as a Schedule 2 employer and remits payments to the WSIB as required to fund disability payments. An actuarial estimate of future liabilities has been completed and forms the basis for the estimated liability reported in these financial statements.

Employee benefits and other liabilities included in the financial statements are summarized below:

	2005	2004
WSIB	$ 3,109,286	$ 2,754,606
Accumulated Sick Leave Benefit Plan entitlements	5,184,577	4,611,855
Vacation Pay	5,609,162	4,859,988
Other Liabilities	8,291,750	3,425,656
SUBTOTAL	**$22,194,775**	**$15,652,105**
LESS: RECOVERABLE FROM RESERVES AND RESERVE FUNDS ON HAND	**8,699,360**	**8,017,684**
Amount to be funded from future revenue	**$13,495,415**	**$7,634,421**

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5. Employee benefits and other liabilities (continued):
Actuarial valuations: The following table sets out the actuarial results for each of the plans as at December 31, 2005.

Item	Non-Pension Post Employment Benefits	Vested Sick Leave Benefits	Workers' Compensation	2005 Total $	2004 Total $
Accrued Benefit obligation (ABO), beginning of year	$6,608,427	$6,624,774	$2,927,866	$16,161,067	$15,397,102
Add: Current service costs	421,101	539,357	782,705	1,743,163	1,078,773
Add: Increase due to plan amendment costs	1,483,508	–	–	1,483,508	–
Add: Interest Cost	489,947	397,868	180,381	1,068,196	473,929
Less: Current Benefit Payments	262,719	498,697	625,732	1,387,148	788,737
Expected Accrued Benefit Obligation (ABO) - end of the year	**$8,740,264**	**$7,063,302**	**$3,265,220**	**$19,068,786**	**$16,161,067**
Unamortized actuarial gain/(loss)	(5,442,520)	(1,878,725)	(155,934)	(7,477,179)	(8,017,450)
Liability for Benefits, at the end of the year, as determined by actuarial valuation	**$3,297,744**	**$5,184,577**	**$3,109,286**	**$11,591,607**	**$8,143,617**

As recommended by PSAB, the projected benefit method pro-rated on service has been adopted to attribute the cost of non-pension post employment benefits to the periods of employee service.

6. Pension Agreements:

The Municipality makes contributions to the Ontario Municipal Employees Retirement System (OMERS), which is a multi-employer plan, on behalf of all permanent, full-time members of its staff. The plan is a defined benefit plan, which specifies the amount of the retirement benefit to be received by the employees, based on the length of service and rates of pay.

The amount contributed to OMERS for 2005 was $7,428,247 (2004 - $6,336,625) for current service and is included as an expenditure on the "Consolidated Statement of Financial Activities".

7. Municipal fund balances at the end of the year:

Municipal fund balances at the end of the year reported on the "Consolidated Statement of Financial Position" are comprised of the following:

	2005 $	2004 $
CURRENT FUND	**$99,906**	**$574,322**
Unexpended capital financing (or capital operations not yet permanently financed) is comprised of:		
Capital expenditures to be recovered through reserve funds	(1,354,548)	(62,520)
Capital expenditures to be recovered from existing projects, provincial subsidy, cost recovery and government grants	(1,423,548)	(2,939,973)
Funds available for the completion of capital projects	243,027,569	237,904,562
CAPITAL	**240,249,473**	**234,902,069**
RESERVES	**49,950,751**	**2,118,676**
RESERVE FUNDS	**211,299,129**	**270,237,990**
Total Municipal Fund Balances	**501,599,259**	**507,833,057**

8. Expenditures by Object:

The following is a summary of the current and capital expenditures reported on the Consolidated Statement of Financial Activities by object:

	2005 $	2004 $
Salaries, wages and fringe benefits	$163,431,203	$141,793,706
Materials and supplies	36,208,070	27,464,510
Contracted services	36,537,713	29,859,127
Rents and financial expenses	5,983,648	6,109,210
Transfer payments	1,004,018	875,700
Total Current Expenditures	**$243,164,652**	**$206,102,253**
Salaries, wages and fringe benefits	$ 4,673,684	$ 2,261,950
Materials and supplies	31,486,443	36,502,843
Contracted services	105,131,276	67,918,500
Total Capital Expenditures	**$141,291,403**	**$106,683,293**

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9. Trust funds:

Trust funds administered by the City amounted to $8,488,633 (2004 - $7,200,915) are presented in a separate financial statement of trust fund balances and operations. As such balances are held in trust by the City for the benefit of others, they are not presented as part of the City's financial position or financial activities.

10. Public liability insurance:

The City is self-insured for public liability claims up to $25,000 with the exception for Transit which is up to $10,000 ((2004- $25,000 (Transit - $10,000)) for any number of claims arising out of a single occurrence. Outside coverage is in place for claims in excess of these limits.

The City has created a reserve fund for self-insurance which as at December 31, 2005 amounted to $422,822 (2004 - $687,093) and is reported on the "Consolidated Statement of Financial Position".

Claims settled during the year amounting to $1,322,990 (2004 - $1,131,065) have been provided for from the reserve fund, and are accordingly reported as an expenditure on the "Consolidated Statement of Financial Activities".

In the normal course of its operations, the City is subject to various litigation and claims. Where management has assessed the likelihood of the success of the claim as more likely than not and where a reasonable estimate as to the exposure can be made, an accrual has been recorded in these financial statements. In some instances, the ultimate outcome of these claims cannot be determined at this time. However, the City's management believes that the ultimate disposition of these matters will not have a material adverse effect on its financial position.

11. Brampton Centre for Sports and Entertainment (as of April 2005 known as Powerade Centre):

In 1998, the City advanced $6,000,000 towards the construction of the Brampton Centre for Sports and Entertainment (BCSE). This amount, defined as the "City Loan", has been reported as part of the "Other Assets" on the Consolidated Statement of Financial Position and is secured by a second mortgage with a due date of August 31, 2034. In addition, the City has guaranteed a first mortgage with a due date of January 1, 2019 with an outstanding principal balance of $12,088,733 as at December 31, 2005 (2004 - $12,668,874), which is defined as the "Project Loan".

The City has further agreed to fund any deficiencies of operating cash-flow under the "Project Loan" over 20 years as "Priority Advances" up to an annual maximum of $600,000 per year until $6,000,000 is reached, thereafter, at $300,000 per year. Should there continue to be cash-flow deficiencies after the operator, Real-Star, has contributed 50% of its annual management fees under the Complex Management Agreement with BCSE, the City is also liable for one-half of the remaining cash flow deficiencies. Included under Other Assets in the Consolidated Statement of Financial position is $1,984,110 (2004 - $1,984,110) representing amounts advanced under this agreement to December 31, 2005.

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12. Provincial Offences Administration:

Effective June 28, 1999 the City of Brampton assumed the responsibilities of the Provincial Offences Act (POA) from the Ministry of the Attorney General.

The POA is a procedural law for administering and prosecuting provincial offences, including those committed under the Highway Traffic Act, Compulsory Automobile Insurance Act, Trespass to Property Act, Liquor Licence Act, Municipal By-laws and minor federal offences.

The revenues of the combined operations of the Court House and City Hall and revenues collected on behalf of the City at other POA court sites in the Province of Ontario consist of fines levied under Parts I and III for POA charges and amounted to $4,654,990 for the year ended December 31, 2005; (2004 - $5,029,393).

The operating costs for the administration of the Provincial Offences Act for year ending December 31, 2005 amount to $4,274,323 (2004 - $3,981,101), resulting in a net contribution of $380,667 (2004 - $1,048,292) exclusive of capital costs.

The City of Brampton constructed POA Court-Hearing Facility, a permanent facility to accommodate the POA court operation (including courtrooms and accessory uses, an administration office and related requirements, on-site office space for prosecutors, a police bureau and accessory uses) and hearing rooms, which can be used for Ontario Municipal Board and Assessment Review Board hearings on a regular basis. The POA Court-Hearing Facility became operational in August 2004. The total cost of design and construction including acquisition of land amounted to $10.7 million. Funding for the POA Court-Hearing Facility has been provided from tax-based reserves.

13. Grant to The Sheridan College Institute of Technology and Advanced Learning:

On February 10, 2003, with the approval of the 2003 Current and Capital Budgets, City Council authorized a payment schedule supporting five equal payments of $500,000 per year for five years to The Sheridan College Institute of Technology and Advanced Learning. These funds are contribution towards Sheridan for the development of a new Center for Advanced Manufacturing and Design Technologies at their Brampton "Davis" Campus.

CONSOLIDATED SCHEDULE OF CURRENT FUND OPERATIONS

Year ended December 31, 2005

	2005 Budget $ (UNAUDITED) (NOTE 1(N))	2005 Actual $	2004 Actual $
REVENUES			
Property taxation	170,442,807	172,216,898	154,368,978
Taxation from other governments	949,000	1,541,666	1,488,556
User charges	67,776,746	59,653,029	70,850,665
Government grants	491,946	549,485	599,736
Investment income	5,127,000	8,221,371	5,690,152
Penalties, Fines and Interest	13,565,892	13,389,534	12,428,773
Other	818,666	1,091,315	1,115,648
TOTAL REVENUES	**259,172,057**	**256,663,298**	**246,542,508**
EXPENDITURES			
General government	13,004,371	10,550,396	8,309,049
Protection to persons and property	53,271,057	51,359,201	46,375,329
Transportation services	76,961,621	77,697,560	62,858,050
Environmental services	1,711,938	2,102,917	1,700,652
Health services (cemeteries)	349,137	358,351	451,568
Social and family services	1,013,966	1,078,094	295,519
Recreation and cultural services	73,944,716	74,276,730	63,929,267
Planning and development	26,704,627	25,753,373	22,008,945
TOTAL EXPENDITURES	**246,961,433**	**243,176,622**	**205,928,379**
NET REVENUE		**13,486,676**	**40,614,129**

Table continues on next page

CONSOLIDATED SCHEDULE OF CURRENT FUND OPERATIONS (CONTINUED)
Year ended December 31, 2005

Table continued from previous page

	2005 Budget $ (UNAUDITED) (NOTE 1(N))	2005 Actual $	2004 Actual $
FINANCING AND TRANSFERS			
Employee benefits and other liabilities		6,542,670	1,858,817
Transfers to reserves and reserve funds		(16,010,097)	(37,787,915)
Transfers to Capital fund		(4,493,665)	(4,455,536)
NET FINANCING AND TRANSFERS		**(13,961,092)**	**(40,384,634)**
CHANGE IN CURRENT FUND BALANCE		**(474,416)**	**229,495**
Opening Current Fund Balance		574,322	344,827
CLOSING CURRENT FUND BALANCE		**99,906**	**574,322**

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CONSOLIDATED SCHEDULE OF CAPITAL FUND OPERATIONS

Year ended December 31, 2005

	2005 Budget $ (UNAUDITED) (NOTE 1(N))	2005 Actual $	2004 Actual $
REVENUES			
Grants:			
Government of Canada	–	587,772	–
Province of Ontario	3,185,000	2,942,561	5,384,301
Donations	–	8,733	(9,241)
TOTAL GRANTS	**3,185,000**	**3,539,066**	**5,375,060**
Investment Income	–	187,522	197,665
Development levies	84,174,027	88,751,566	71,260,177
TOTAL REVENUES	**87,359,027**	**92,478,154**	**76,832,902**
EXPENDITURES			
General Government	17,666,486	18,916,788	11,838,172
Protection to persons and property	2,911,930	2,499,374	10,789,066
Transportation services	50,250,252	52,349,282	42,005,651
Environmental Services (Storm Water Mngmt)	–	–	176,490
Health Services (cemeteries)	–	725,082	62,470
Social & Family services	–	39,981	–
Recreation and cultural services	51,618,393	65,798,951	41,518,080
Planning and development	1,049,133	961,945	293,364
TOTAL EXPENDITURES	**123,496,194**	**141,291,403**	**106,683,293**
NET REVENUES/(EXPENDITURES)		**(48,813,249)**	**(29,850,391)**

Table continues on next page

CONSOLIDATED SCHEDULE OF CAPITAL FUND OPERATIONS (CONTINUED)
Year ended December 31, 2005

Table continued from previous page

	2005 Budget $ (UNAUDITED) (NOTE 1(N))	2005 Actual $	2004 Actual $
FINANCING AND TRANSFERS			
Transfers from Revenue Fund		4,493,665	4,455,536
Transfers from Reserve Funds		49,666,988	75,667,914
NET TRANSFERS		**54,160,653**	**80,123,450**
CHANGE IN CAPITAL FUND BALANCE		**5,347,404**	**50,273,059**
Opening Capital Fund Balance		234,902,069	184,629,010
CLOSING CAPITAL FUND BALANCE		**240,249,473**	**234,902,069**

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CONSOLIDATED SCHEDULE OF RESERVE AND RESERVE FUNDS

Year ended December 31, 2005

	2005 Actual $	2004 Actual $
REVENUES		
Investment income	22,550,105	23,616,153
TOTAL REVENUE	**22,550,105**	**23,616,153**
NET TRANSFER FROM / (TO) OTHER FUNDS		
Transfers from / (to) current fund	16,010,097	37,787,915
Transfers from / (to) capital fund	(49,666,988)	(75,667,914)
TOTAL NET TRANSFER	**(33,656,891)**	**(37,879,999)**
CHANGE IN RESERVES AND RESERVE FUND BALANCE	**(11,106,786)**	**(14,263,846)**
Opening Reserves and Reserve Fund Balance	272,356,666	286,620,512
CLOSING RESERVES AND RESERVE FUND BALANCE	**261,249,880**	**272,356,666**
ANALYZED AS FOLLOWS:		
Reserves set aside for specific purposes by Council:		
Library board contingencies	656,933	395,465
Sick Leave	–	118,211
Working Capital	–	1,575,000
Downtown Improvement	30,000	30,000
General Rate Stabilization	49,263,818	–
TOTAL RESERVES	**49,950,751**	**2,118,676**

Table continues on next page

CONSOLIDATED SCHEDULE OF RESERVE AND RESERVE FUNDS (CONTINUED)

Year ended December 31, 2005

Table continued from previous page

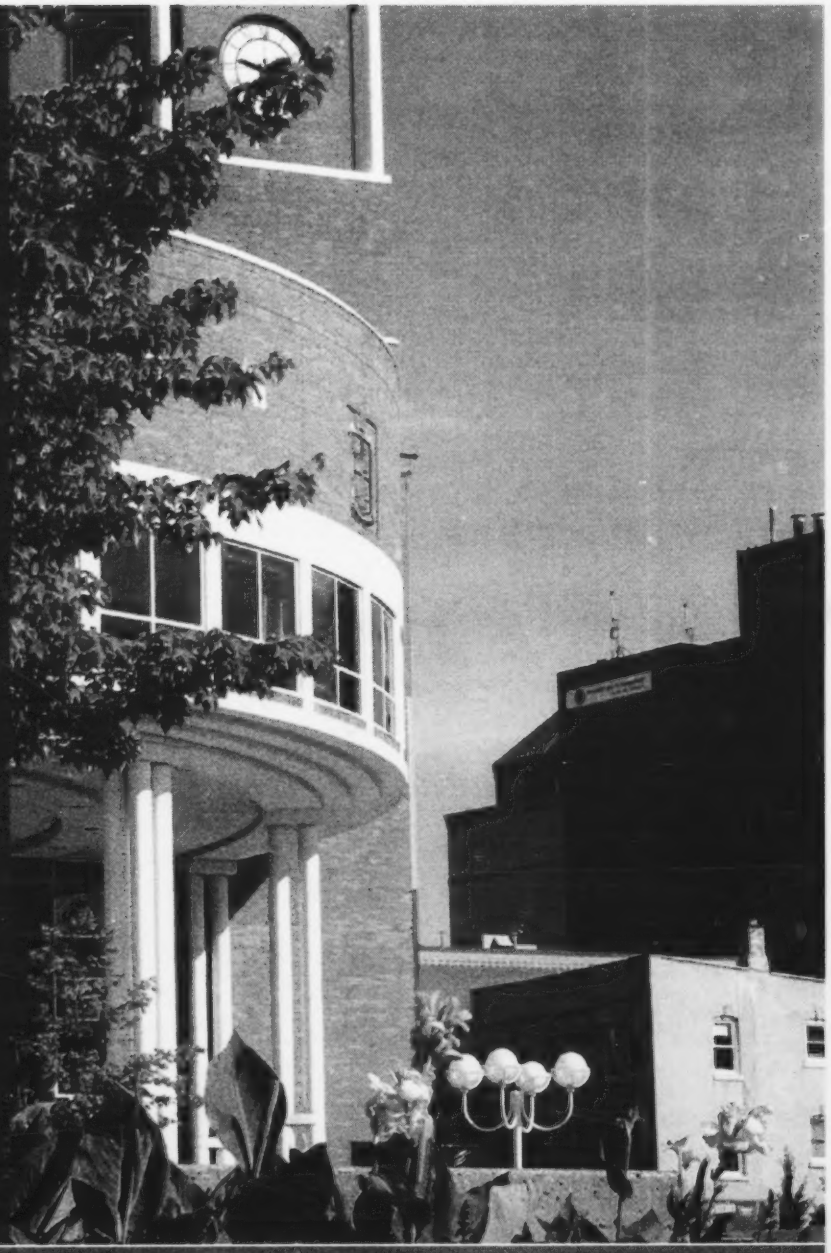
	2005 Actual $	2004 Actual $
Reserves Funds set aside for specific purposes by Council:		
Lot Levies	1,194,019	1,915,819
Recreation facilities repairs and renovations	149,658	119,875
Acquisition or replacement of assets	16,566,419	22,601,385
Conversion of employee sick leave credit plan	5,485,477	5,177,013
Self insurance	422,822	687,093
Omex retros	266,945	257,636
Corporate properties	2,503,449	1,883,335
Firefighters' 27th bi-weekly pay date (2008)	447,732	432,118
Rate stabilization	14,855,006	65,179,604
Employee benefit rate stabilization	4,029,891	3,894,163
Workers' compensation	6,206,080	5,975,490
Community Investment/Community Dividend/Legacy	156,653,906	160,489,378
Other purposes	2,517,725	1,625,081
TOTAL RESERVE FUNDS	**211,299,129**	**270,237,990**
TOTAL RESERVE AND RESERVE FUNDS	**261,249,880**	**272,356,666**

Financial Statements of

The Corporation Of The City Of Brampton

TRUST FUNDS

Year ended December 31, 2005



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AUDITORS' REPORT

To the Members of Council, Inhabitants and Ratepayers of the Corporation of the City of Brampton

We have audited the consolidated statement of financial position of the Corporation of the City of Brampton as at December 31, 2005 and the consolidated statements of financial activities and changes in financial position for the year then ended. These financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Corporation of the City of Brampton as at December 31, 2005 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

KPMG LLP

Chartered Accountants
Toronto, Canada
April 7, 2006

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STATEMENT OF FINANCIAL POSITION
TRUST FUNDS
December 31, 2005, with comparative figures for 2004

	Cemeteries Care and Maintenance Trust Funds $	Developers' Performance Deposits Trust $	Developer Front End Financing Trust Fund $	BMB, GTA and GTMA Trust Funds $	2005 Total $	2004 Total $
Financial Assets and Liabilities						
Assets						
Cash	21,571	2,710,211	214,767	23,040	2,969,589	7,939,345
Accounts receivable	124	22,357	584	63	23,128	23,788
Due from City Revenue Fund	–	4,890,307	–	20,000	4,910,307	–
SUBTOTAL	**21,695**	**7,622,875**	**215,351**	**43,103**	**7,903,024**	**7,963,133**
Investments, at cost (market - $707,622; 2004 - $487,301)						
Federal	99,018	–	–	–	99,018	24,646
Canada bonds - corporate	24,767	42,000	–	–	66,767	66,767
Provincial bonds	202,795	–	–	–	202,795	47,795
Short-term investments	–	–	–	–	–	329,819
Municipal bonds	382,513	–	–	–	382,513	49,875
SUBTOTAL	**709,093**	**42,000**	–	–	**751,093**	**518,902**
TOTAL ASSETS	**730,788**	**7,664,875**	**215,351**	**43,103**	**8,654,117**	**8,482,035**

Table continues on next page

STATEMENT OF FINANCIAL POSITION
TRUST FUNDS (CONTINUED)
December 31, 2005, with comparative figures for 2004

Table continued from previous page

	Cemeteries Care and Maintenance Trust Funds $	Developers' Performance Deposits Trust $	Developer Front End Financing Trust Fund $	BMB, GTA and GTMA Trust Funds $	2005 Total $	2004 Total $
Liabilities						
Accounts payable	–	165,049	–	–	165,049	127,863
Due to City Revenue Fund	435	–	–	–	435	1,153,257
TOTAL LIABILITIES	**435**	**165,049**	–	–	**165,484**	**1,281,120**
Net financial resources	730,353	7,499,826	215,351	43,103	8,488,633	7,200,915
Fund balances	**730,353**	**7,499,826**	**215,351**	**43,103**	**8,488,633**	**7,200,915**

See accompanying notes to financial statements.

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STATEMENT OF FINANCIAL ACTIVITIES AND CHANGES IN FUND BALANCE
TRUST FUNDS
December 31, 2005, with comparative figures for 2004

	Cemeteries Care and Maintenance Trust Funds $	Developers' Performance Deposits Trust $	Developer Front End Financing Trust Fund $	BMB, GTA and GTMA Trust Funds $	2005 Total $	2004 Total $
Revenue						
Monuments and markers deposits	$ 4,450	–	–	–	$ 4,450	$ 3,000
Perpetual Care deposits	22,686	–	–	–	22,686	26,328
Other deposits - Trusts	–	–	–	–	–	753
Gain on sale of investments	3,667	–	–	–	3,667	2,472
Performance deposits received	–	3,074,402	–	–	3,074,402	3,323,433
Contributions from Front End Financing	–	–	–	–	–	56,723
Deposit-Base Gun Club	–	–	–	–	–	142,975
Marketing initiatives	–	–	–	20,000	20,000	15,750
Subtotal	**30,803**	**3,074,402**	**–**	**20,000**	**3,125,205**	**3,571,434**
Interest income	21,530	186,846	10,486	633	219,495	170,593
TOTAL REVENUES	**52,333**	**3,261,248**	**10,486**	**20,633**	**3,344,700**	**3,742,027**

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STATEMENT OF FINANCIAL ACTIVITIES AND CHANGES IN FUND BALANCE

TRUST FUNDS (CONTINUED)

December 31, 2005, with comparative figures for 2004

Table continued from previous page

	Cemeteries Care and Maintenance Trust Funds $	Developers' Performance Deposits Trust $	Developer Front End Financing Trust Fund $	BMB, GTA and GTMA Trust Funds $	2005 Total $	2004 Total $
Expenditures						
Transfers to City Revenue Fund:						
Maintenance contribution	21,530	–	–	–	21,530	21,926
Interest transfer	–	186,846	–	–	186,846	125,079
Administration charges	283	31	–	–	314	87
SUBTOTAL	**21,813**	**186,877**	**–**	**–**	**208,690**	**147,092**
Marketing initiatives	–	–	–	64	64	13,255
Return of performance deposits	–	1,772,230	–	–	1,772,230	1,636,337
Payments on behalf of developers	–	75,998	–	–	75,998	1,170,328
Provincial payments	–	–	–	–	–	1,202
TOTAL EXPENDITURES	**21,813**	**2,035,105**	**–**	**64**	**2,056,982**	**2,968,214**
Increase (decrease) in net financial resources	30,520	1,226,143	10,486	20,569	1,287,718	773,813
Fund balances, beginning of year	699,833	6,273,683	204,865	22,534	7,200,915	6,427,102
Fund balances, end of year	**730,353**	**7,499,826**	**215,351**	**43,103**	**8,488,633**	**7,200,915**

See accompanying notes to financial statements.

1. Significant accounting policies:

Revenue recognition:

(a) Receipts, other than interest and letters of credit receipts, are reported on receipt. Interest income and letters of credit receipts are recorded on the accrual basis of accounting.

(b) Returns of performance deposits are reported in the periods in which they are paid either directly by the Trust Funds or through The City of Brampton (the "City") funds. All expenditures are reported on the accrual basis of accounting.

The accrual basis of accounting recognizes expenditures as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

(c) Investments, including any term deposits not available on demand, are reported at the lower of cost and market value.

2. Cemeteries Care and Maintenance Trust Funds:

The City maintains several cemeteries, including the following which have Care and Maintenance Trust Funds which the City administers: Brampton, Page, Hilltop Gore, Shiloh, Alloa, Grahamsville, Zion, Mt. Olivet, St. John - Castlemore, St. John - Snelgrove and St. Mary - Tullamore. Interest income attributable to each of the individual Trust Funds that is received during any particular year is transferred to the City Revenue Fund in that year to partially offset the maintenance cost for each cemetery to which the individual Trust Funds relate. The operations and investments of the fund are undertaken by the City in accordance with the regulation of the "Cemeteries Act (Revised)."

3. Developers' Performance Deposits Trust:

The Developers' Performance Deposits Trust was established for the following purposes:

(a) To hold performance deposits made by individual parties to the City as assurance that specific obligations agreed upon are fulfilled. Once fulfilled, the deposit held is returned to the respective party.

(b) When a party develops a property in the City, generally a letter of credit is obtained from the party's bank, which provides a guarantee to the City that the contract will be completed as specified. Otherwise, the City is able to draw upon the letter of credit and to deposit the funds in the Trust to be later used to pay a third party to complete the contract.

(c) As amounts are not significant enough to warrant their own trust, municipal election campaign surpluses of registered candidates are held in this Trust. In accordance with the Municipal Election Law Section 132(a)(i), the surplus should be held in trust until "the next regular election." At December 31, 2005, $3,252 campaign surpluses are held in this Trust (2004 - $3,252).

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4. Developer Front End Financing Trust Fund:

The Front End Financing Trust Fund was established in 1993 to receive contributions from developers for studies and construction of services which not only benefit their particular development, but will also ultimately benefit other future development. The Front End Developers provide the initial financing in lieu of the City for the required studies and capital works and enter into agreements with the City to recover the costs associated with other benefiting landowners on a best effort basis.

5. Brampton Marketing Board, Greater Toronto Area and Greater Toronto Marketing Alliance:

The Brampton Marketing Board (the "BMB"), the Greater Toronto Area (the "GTA") and the Greater Toronto Marketing Alliance (the "GTMA") Trust Funds were established to hold contributions made from the development and business community. The Trust Funds were formed as partnerships between the BMB, the GTA and the GTMA. Their mandate is to attain corporate and municipal sponsorship of marketing initiatives for the City, the GTA and the GTMA.

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FIVE YEAR REVIEW SUMMARY

(Not subject to audit; all dollar amounts are in thousands except per capita figures.)
(See accompanying notes and schedules to financial statements.)

	2005	2004	2003	2002	2001
Population - (Note 1)	422,600	400,965	372,000	352,986	336,265
Households - (Note 2)	125,560	119,325	111,357	102,573	96,609
Areas in hectares	27,138	27,138	27,138	27,138	27,138
Full-time employees	1,868	1,706	1,564	1,517	1,359
Housing Starts	2,360	9,477	6,670	6,367	4,861
Building Permit Values	$1,235,359	$2,730,395	$1,791,423	$1,418,062	$1,044,149
TAXABLE ASSESSMENT UPON WHICH TAX RATES WERE SET (NOTE 3)					
Residential and farm	$26,592,402	$24,499,699	$21,011,523	$18,005,079	$17,137,575
Commercial and industrial	7,345,217	7,188,493	5,680,336	4,625,824	4,475,893
TOTAL	**$33,937,619**	**$31,688,192**	**$26,691,859**	**$22,630,903**	**$21,613,468**
Total per capita	80,307	79,030	71,752	64,113	64,275
TAX RATES/MILL RATES (URBAN AREA) - (NOTE 3)					
Residential and farm					
City purposes	0.442458%	0.418558%	0.436701%	0.449351%	0.439283%
Region purposes	0.501431%	0.482364%	0.519418%	0.586853%	0.576367%
School board purposes	0.296000%	0.296000%	0.335000%	0.373000%	0.373000%
TOTAL	**1.239889%**	**1.196922%**	**1.291119%**	**1.409204%**	**1.388650%**

Table continues on next page

FIVE YEAR REVIEW SUMMARY (CONTINUED)

(Not subject to audit; all dollar amounts are in thousands except per capita figures.)
(See accompanying notes and schedules to financial statements.)

Table continued from previous page

	2005	2004	2003	2002	2001
Commercial					
City purposes	0.573912%	0.542912%	0.566445%	0.582853%	0.569795%
Region purposes	0.650406%	0.625674%	0.673738%	0.761207%	0.747605%
School board purposes	1.737545%	1.737545%	1.825042%	2.075397%	2.075397%
TOTAL	**2.961863%**	**2.906131%**	**3.065225%**	**3.419457%**	**3.392797%**
Industrial					
City purposes	0.650413%	0.615281%	0.641950%	0.718332%	0.702239%
Region purposes	0.737103%	0.709075%	0.763545%	0.938144%	0.921380%
School board purposes	1.984482%	1.984482%	2.151155%	2.668928%	2.678392%
TOTAL	**3.371998%**	**3.308838%**	**3.556650%**	**4.325404%**	**4.302011%**
TAXES RECEIVABLE, END OF THE YEAR					
Amount	$53,133	$60,811	$43,025	$41,746	$42,096
Per capita	$126	$152	$116	$118	$125
Percentage of years' levy	9.26%	11.31%	8.99%	9.41%	10.16%
NET LONG-TERM LIABILITIES, END OF YEAR					
Amount	–	–	–	$363	$1,718
Per Capita	–	–	–	$1	$5
CHARGES FOR NET LONG-TERM LIABILITIES					
Amount	–	–	$397	$1,945	$6,111
Per capita	–	–	$1	$6	$18
As a tax rate/mill rate (Note 3)	–	–	0.001%	0.009%	0.028%

FIVE YEAR REVIEW SUMMARY (CONTINUED)
(Not subject to audit; all dollar amounts are in thousands except per capita figures.)
(See accompanying notes and schedules to financial statements.)

	2005	2004	2003	2002	2001
LONG-TERM DEBT SUPPORTED BY PROPERTY TAXES					
Gross Long-Term Debt (Note 4)	–	–	–	–	$10,192
Net Long-Term Debt (Note 4)	–	–	–	–	$1,718
DEBT REPAYMENT LIMIT (as determined by the Province of Ontario)	**$59,647**	**$54,466**	**$45,021**	**$35,935**	**$27,133**
TAXES COLLECTED					
City collection	$173,759	$155,858	$136,020	$118,060	$108,493
Taxes Transferred to the Region	195,482	179,482	161,730	156,068	143,968
Taxes Transferred to the School Boards	205,829	204,023	182,840	172,777	164,360
TOTAL	**$575,070**	**$539,363**	**$480,590**	**$446,905**	**$416,821**
TRUST FUNDS BALANCE - End of year	**$8,489**	**$7,201**	**$6,427**	**$5,470**	**$4,982**
CURRENT FUND OPERATIONS:					
REVENUES BY SOURCE					
Taxation - City only	$172,217	$154,369	$135,113	$116,624	$106,805
Payment in lieu of taxes	1,542	1,489	907	1,437	1,688
User charges	59,653	70,851	64,740	59,452	50,647
Government grants	549	600	642	664	603
Other	22,702	19,234	18,822	21,215	81,258
TOTAL	**$256,663**	**$246,543**	**$220,224**	**$199,392**	**$241,001**

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FIVE YEAR REVIEW SUMMARY (CONTINUED)

(Not subject to audit; all dollar amounts are in thousands except per capita figures.)
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Table continued from previous page

	2005	2004	2003	2002	2001
CURRENT EXPENDITURES BY FUNCTION					
General government	$10,550	$8,309	$8,614	$8,161	$3,914
Protection to persons and property	51,359	46,375	41,056	34,791	38,280
Transportation services	77,698	62,858	56,796	48,113	48,861
Environment services	2,103	1,701	1,918	1,784	990
Health services (cemeteries)	358	452	387	384	370
Social and family services	1,078	296	285	111	131
Recreation and cultural services	74,277	63,929	57,802	52,753	47,894
Planning and development	25,753	22,009	19,114	15,879	6,963
TOTAL	**$243,176**	**$205,929**	**$185,972**	**$161,976**	**$147,403**
Financing raised less expenditures	13,487	40,614	34,252	37,416	93,598
Net transfers from (to) other City Funds	(13,961)	(40,385)	(34,135)	(37,321)	(203,323)
CURRENT FUND BALANCE - Beginning of year	**$574**	**$345**	**$228**	**$133**	**$109,858**
CURRENT FUND BALANCE - End of year	**$100**	**$574**	**$345**	**$228**	**$133**

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FIVE YEAR REVIEW SUMMARY (CONTINUED)

(Not subject to audit; all dollar amounts are in thousands except per capita figures.)
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	2005	2004	2003	2002	2001
CURRENT EXPENDITURES BY OBJECT					
Salaries, wages and employee benefits	$163,431	$141,794	$122,162	$106,557	$95,748
Long term debt payments	–	–	397	1,945	6,111
Goods and services	79,745	64,135	63,413	53,474	45,544
TOTAL	**$243,176**	**$205,929**	**$185,972**	**$161,976**	**$147,403**
CAPITAL FUND OPERATIONS: REVENUES BY SOURCE					
Financing raised					
Grants	$3,539	$5,375	$2,147	$1,497	$107
Development levies (Note 5)	88,751	71,260	62,049	38,760	32,675
Other	188	198	543	53	406
TOTAL	**$92,478**	**$76,833**	**$64,739**	**$40,310**	**$33,188**

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FIVE YEAR REVIEW SUMMARY (CONTINUED)

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Table continued from previous page

	2005	2004	2003	2002	2001
CAPITAL EXPENDITURES BY FUNCTION					
General government	$18,917	$11,838	$9,814	$5,938	$4,419
Protection to persons and property	2,499	10,789	6,893	7,780	3,919
Transportation services	52,349	42,006	33,851	37,438	18,354
Environmental services (storm water management)	–	177	–	–	–
Health services (cemeteries)	725	62	33	22	4
Social and Family services	40	–	–	–	–
Recreation and cultural services	65,799	41,518	25,300	19,039	16,652
Planning and development	962	293	457	197	500
TOTAL	**$141,291**	**$106,683**	**$76,348**	**$70,414**	**$43,848**
Financing raised less expenditures	(48,813)	(29,850)	(11,609)	(30,104)	(10,660)
Net transfers from (to) other City funds	54,160	80,123	93,562	54,885	30,298
CAPITAL FUND BALANCE - Beginning of year	**$234,902**	**$184,629**	**$102,676**	**$77,895**	**$58,257**
CAPITAL FUND BALANCE - End of year	**$240,249**	**$234,902**	**$184,629**	**$102,676**	**$77,895**

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FIVE YEAR REVIEW SUMMARY (CONTINUED)

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	2005	2004	2003	2002	2001
CAPITAL EXPENDITURES BY OBJECT					
Salaries, wages and fringe benefits	$4,674	$2,262	$2,040	$797	$201
Materials and supplies	31,486	36,503	32,084	35,884	20,977
Contracted services	105,131	67,918	42,224	33,733	22,670
TOTAL	**$141,291**	**$106,683**	**$76,348**	**$70,414**	**$43,848**
RESERVE AND RESERVE FUND OPERATIONS:					
REVENUES BY SOURCE					
Investment income	$22,550	$23,616	$24,006	$24,931	$13,256
Other	–	–	–	71	57
TOTAL	**$22,550**	**$23,616**	**$24,006**	**$25,002**	**$13,313**
Net transfers from (to) other City funds	(33,656)	(37,880)	(59,035)	(19,450)	260,097
RESERVE & RESERVE FUND BALANCE - Beginning of year	**$272,356**	**$286,620**	**$321,649**	316,097	42,687
RESERVE & RESERVE FUND BALANCE - End of year	**$261,250**	**$272,356**	**$286,620**	**$321,649**	**$316,097**

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FIVE YEAR REVIEW SUMMARY (CONTINUED)

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Note 1: Source of population data is from City of Brampton, Planning, Design and Development Department - which uses data derived from Hemson Consulting.

Note 2: Source of household data is the Municipal Property Assessment Corporation (MPAC) reports.

Note 3: Taxation related information reflect Current Value Assessment (CVA). These data may not be comparable to those of prior years.

Note 4: By the order of City Council, the current outstanding long-term debt is to be financed from existing reserve funds.

Note 5: As a result of City adopting recommendations of PSAB (Public Sector Accounting Board) commencing in year 2000, funds previously presented as Reserve Funds have been reported as part of deferred revenue.

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Brampton's new Provincial Offences Court

Thank You!

The Corporation of the City of Brampton exists to serve the citizens of one of Canada's fastest growing, most diverse and economically successful municipalities. Brampton listens to its constituents and benefits from the time, effort and commitment they have devoted in guiding this community. The City of Brampton greatly appreciates the dedication of its citizens in helping us reflect their vision of what this great City can be.

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